

# **A Study on Tax Deduction at Source (TDS)**

**Mrs. R. Meera<sup>1</sup> and Swetha. B<sup>2</sup>**

Assistant Professor, Department of Commerce<sup>1</sup>

M.Com 2<sup>nd</sup> year, Department of Commerce<sup>2</sup>

Annai Violet Arts and Science College, Ambattur, Chennai, Tamil Nadu, India

**Abstract:** *Tax Deduction at Source (TDS) is a crucial mechanism in the taxation framework of many countries, including India. This study delves into the multifaceted aspects of TDS, aiming to comprehensively analyse its implications, challenges, and effectiveness. Through a thorough examination of existing literature and empirical data, this research assesses the impact of TDS on various stakeholders, including taxpayers, businesses, and government revenue. Furthermore, it investigates the compliance behaviour of taxpayers towards TDS regulations and identifies key factors influencing compliance levels. Additionally, this study explores the role of TDS in ensuring tax compliance and its implications for financial reporting and decision-making processes in businesses. By providing insights into the efficiency and effectiveness of TDS mechanisms, this research contributes to the ongoing discourse surrounding tax administration and policy formulation. Ultimately, the findings of this study offer valuable insights for policymakers, tax authorities, businesses, and researchers, facilitating informed decision-making and the development of strategies to enhance the efficacy of TDS systems.*

**Keywords:** TDS, Filing, stakeholders.