

TAN

- Tax Deduction and collection Account Number.
- Purpose of TAN:
 - To deduct tax from source i.e TDS from employee, Contractor, Rent etc.
 - Without TAN a Business cannot deposit TDS/TCS with the Govt.
 - TAN ensures that deducted tax is tracked and credited to the correct Tax payers account.
- Who needs TAN:
 1. Employers deducting tax from Employee salary.
 2. Company making Payments to Contractor, Rent etc.
 3. Bank deducts TDS on interest.
 4. Any business required to collect tax at Source.
- Apply through TIN-NSDL website. Fill form 49B.
- Details required :
 1. Name of the business.
 2. Address and contact details.
 3. PAN of the Business
 4. Category (Firm, Company, Individual, Trust).

❖ *In Short:*

- **PAN** is identity for paying tax.
- **TAN** is identity for tax deduction.

