



20% TCS applicable for all purposes under LRS, except overseas education and overseas medical expenses

Effective from July 2023, the Finance Act 2023 has introduced certain changes to the Tax Collection at source (TCS) on Foreign exchange remittances by Resident Individuals under LRS (Liberalised Remittance Scheme).

You are requested to kindly note of the revised TCS rates applicable from **October 1, 2023**.

Purpose of remittance	TCS applicable till September 30, 2023	TCS applicable from or after October 1, 2023
LRS for education financed by loan	0.5% of the aggregate amount in excess of Rs.7 lakh	No change
LRS for medical treatment/ education (other than financed by loan)	5% of the aggregate amount in excess of Rs.7 lakh	No change
LRS for other purposes	5% of the aggregate amount in excess of Rs.7 lakh	Nil up to Rs.7 lakh 20% above Rs.7 lakh
Purchase of Overseas Tour Package	5% of the aggregate amount in excess of Rs.7 lakh	5% up to Rs.7 lakh 20% thereafter