

Snapshot of Tax Rates specific to Mutual Funds - FY 2018-19

Tax Implications on Dividend in the hands of Unitholder.

	Individual/ HUF\$	Domestic Company@	NRIs\$#
Equity oriented schemes	Nil	Nil	Nil
Other than Equity oriented schemes	Nil	Nil	Nil

Tax rate on dividend (to be deducted and payable by the scheme)

	Individual/ HUF\$	Domestic Company@	NRIs\$#
Equity oriented schemes **	11.648%	11.648%	11.648%
Money market and Liquid schemes	29.120%	34.944%	29.120%
Debt schemes (other than Infrastructure Debt Fund)	29.120 %	34.944%	29.120%
Infrastructure Debt Fund	29.120 %	34.944%	5.824%

Capital Gains Taxation - In the hands of Investors

EQUITY ORIENTED SCHEMES**

	Individual/ HUF\$	Domestic Company@	NRIs # \$
Short term capital gains (units held for 12 months or less)	15% + surcharge & cess	15% + surcharge & cess	15% + surcharge & cess
Long term capital gains (units held for more than 12 months)	10% + surcharge & cess	10% + surcharge & cess	10% + surcharge & cess

OTHER THAN EQUITY ORIENTED SCHEMES

	Individual/ HUF\$	Domestic Company@	NRIs # \$
Short term capital gains (units held for 36 months or less)	30%^	30%^/ 25^	30%^
Long term capital gains (units held for more than 36 months)	20% with indexation	20% with indexation	Listed - 20% with indexation Unlisted - 10% without indexation

Tax Deducted at Source (Applicable only to NRI investors)\$#

	Equity oriented schemes**	Other than equity oriented schemes
Short term capital gains	15%	30% ^
Long term capital gains	Nil	Listed - 20% with indexation Non - listed - 10% without indexation

Health & Education cess @ 4% has been introduced by Finance Act 2018, in place of the earlier 3% education cess, secondary and higher education cess and the same is applicable / payable

Short term/ long-term capital gain tax will be deducted at the time of redemption / switch out of units in case of NRI investors only. Where the gains are long term in nature, the deduction of tax will be after providing the indexation benefit.

@ Surcharge at 7% to be levied for domestic corporate unit holders where income exceeds Rs 1 crore but less than Rs. 10 crores and at 12%, where income exceeds Rs. 10 crores.

** Securities transaction tax (STT) will be deducted on equity funds at the time of redemption / switch out to the other schemes.

^ Assuming the investor falls into highest tax bracket.

Note : Education cess & surcharge will be as applicable.

Additional notes :

- In case of consolidation of plans within a scheme of mutual fund(not regarded as a taxable transfer):
 - The period of holding Cost of acquisition of units in the consolidating plan deemed to be cost of acquisition of the units in the consolidated plan.
 - Period of holding of units in the consolidated scheme to include the period of holding of units in the consolidating scheme.
- Deduction not available to new retail investors for investment in listed equity shares or listed units of an equity oriented fund under the Rajiv Gandhi Equity Savings Scheme from AY 2018-19. New retail investors who have claimed deduction for AY 2017-18 or prior years entitled to deduction till AY 2019-20, if otherwise eligible.
- Benefit of the computation of gains in foreign currency and cost inflation index shall not be available on long-term capital gains.
- Consequent to re-introduction of tax on long term capital gains on equity (including equity oriented MF), the cost of acquisition of units shall be higher of Actual cost of acquisition and Lower of (a) Fair Value as on 31st January 2018 and (b) Value of Consideration received upon transfer.

For this purpose, 'fair market value' in case where capital asset is a unit and is not listed on a recognized stock exchange, shall mean the net asset value of such mean the net asset value of such asset as on the 31st January 2018

Baroda Pioneer Asset Management Company Limited will not be liable in any manner for the consequence of any action taken by the investors on basis of the information contained herein. The above is for the purpose of understanding the tax implications generally. Investors are advised to consult their Tax Advisor for tax matters



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