### Tax Structure

#### Mutual Fund Investments

**Tax Rates as per Finance Act, 2018**

Dividend and Capital gain taxation in the hands of investors in Mutual Fund Schemes from April 1, 2018 to March 31, 2019.

<table>
<thead>
<tr>
<th>Dividend Income</th>
<th>Equity schemes</th>
<th>Debt schemes (including Infrastructure Debt Funds)**</th>
</tr>
</thead>
<tbody>
<tr>
<td>All assessors</td>
<td>Tax free</td>
<td>Tax free</td>
</tr>
</tbody>
</table>

#### Dividend Distribution Tax (DDT)

**From April 1, 2018 to March 31, 2019**

**Dividend Distribution Tax on Grossed up value of Dividend - Equity Oriented Schemes**

<table>
<thead>
<tr>
<th>Income in the hands of</th>
<th>Resident Individual &amp; HUF</th>
<th>Domestic Company/Firms/AOP/BOI</th>
<th>NRIs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equity Schemes</td>
<td>10% basic tax on grossed up basis + surcharge + Health &amp; education cess (as applicable)</td>
<td>10% basic tax on grossed up basis + surcharge + Health &amp; education cess (as applicable)</td>
<td>10% basic tax on grossed up basis + surcharge + Health &amp; education cess (as applicable)</td>
</tr>
<tr>
<td>Domestic Companies/Firms/AOP/BOI</td>
<td>20% with indexation</td>
<td>30%/25%</td>
<td>20% with indexation</td>
</tr>
<tr>
<td>In Money market and Liquid schemes</td>
<td>25% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>30% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>25% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
</tr>
<tr>
<td>In Other schemes (other than infrastructure Debt Fund)</td>
<td>25% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>30% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>25% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
</tr>
<tr>
<td>In infrastructure Debt Fund</td>
<td>25% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>30% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
<td>5% basic tax on Grossed up + surcharge Health &amp; education cess (as applicable)</td>
</tr>
</tbody>
</table>

**Notes:**
1. The rates provided in the chart are on the basis of the Finance Act, 2018.
2. It is assumed that the units are held as capital assets by the investors.
3. Securities Transaction Tax (STT) Equity Oriented Fund
   SIT on sale on a unit of an equity oriented mutual fund to the mutual fund is levied at 0.001%.
   No SIT is chargeable on purchase of units of an equity oriented mutual fund entered into in recognized stock exchange w.e.f. 1.6.2013.
   SIT on sale of a unit of an equity oriented mutual fund where the transaction is entered into in recognized stock exchange and the contract for sale is settled by the actual delivery is levied at 0.001%.
4. Other than Equity Oriented Fund
   Purchase and sale of units other than equity-oriented units shall not be subject to SIT.
5. Mutual Fund would also pay securities transaction tax wherever applicable on the securities bought/sold.
6. **Surcharge**
   "Surcharge" means a surcharge levied on the income-tax and surcharge.
   "Surcharge" applicable for FY 2018-19
   - If income exceeds Rs. 10 crores: 15%
   - If income below Rs. 10 crores and exceeds Rs. 5 crores: 15%
   - If income below Rs. 5 crores and exceeds Rs. 0.50 crore: 15%
   - If income below Rs. 0.50 crore: Nil
7. **Education Cess (as applicable)**
   - If income exceeds Rs. 10 crores: 2%
   - If income below Rs. 10 crores: Nil
8. **Health & education cess (as applicable)**
   - If income exceeds Rs. 10 crores: 2%
   - If income below Rs. 10 crores: Nil

**Capital Gains**

**From April 1, 2018 to March 31, 2019**

**Short Term Capital Gains**

<table>
<thead>
<tr>
<th>Equity schemes (Units held for not more than 12 months)</th>
<th>Debt schemes (Including Infrastructure Debt Funds) (Units held for not more than 36 months)</th>
<th>Other than Equity Oriented Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Resident Individuals/HUF/AOP/BOI</td>
<td>15% As per slab rates</td>
<td>10% without indexation**</td>
</tr>
<tr>
<td>Domestic Companies/Firms</td>
<td>15% 30%/25%</td>
<td>10% without indexation**</td>
</tr>
<tr>
<td>NRIs</td>
<td>15% As per slab rates</td>
<td>10% without indexation**</td>
</tr>
<tr>
<td>FPIs</td>
<td>15% 30%</td>
<td>10% without indexation**</td>
</tr>
</tbody>
</table>

**Long term Capital Gains**

<table>
<thead>
<tr>
<th>Equity schemes (Units held for more than 12 months)</th>
<th>Debt Schemes (Including Infrastructure Debt Funds) (Units held for more than 36 months)</th>
<th>Other than Equity Oriented Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Resident Individuals/HUF/AOP/BOI</td>
<td>10% without indexation**</td>
<td>10% without indexation**</td>
</tr>
<tr>
<td>Domestic Companies/Firms</td>
<td>10% without indexation**</td>
<td>10% without indexation**</td>
</tr>
<tr>
<td>NRIs</td>
<td>Listed Units - 20% with indexation</td>
<td>Listed Units - 20% with indexation</td>
</tr>
<tr>
<td>FPIs</td>
<td>10% without indexation**</td>
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7. **Education Cess (as applicable)**
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11. If total turnover/Gross Receipt of a company investor during FY 2016-17 does not exceed Rs. 250 Cr.

12. Exemption of tax on Long Term capital gain on equity oriented scheme units u/s 10(38) withdrawn and tax @ 10% (without indexation) will be charged on capital gain exceeding Rs 1 Lakhs, provided that such is subject to STT on transfer of units as per provisions of sections 112A of the Act.

13. Transfer of units under consolidation of mutual fund schemes of two or more schemes of Equity Oriented Fund or Two or more schemes of a fund other than Equity oriented Fund in accordance with SEBI (Mutual Fund) Regulations, 1996 is Exempt from capital gain.

14. Transfer of units under consolidation of plants with in mutual fund scheme in accordance with SEBI (Mutual fund) Regulations, 1996 is Exempt from capital gain.

15. A non resident tax payer has an option to be governed by the provision of Income Tax, 1961 or the provision of relevant DTAA, whichever is more beneficial. As per provision of The Act, submission of Tax Residency Certificate (TRC) along with form no 10F will be necessary for granting DTAA benefits to non residents investor and such other documents and Information subsequently, as may be prescribed by the Indian Tax authorities, from time to time.

Disclaimer: “The information contained herein has been obtained from sources published by third parties. While such publications are believed to be reliable, however, neither the AMC, the Trustees, the Fund nor any of their affiliates or representatives assume any responsibility for the accuracy of such information. The tax rates provided hereunder are only for the purpose of information and the actual tax incidence may vary from assessee to assessee. Investors are requested to kindly consult their tax advisors for ascertaining tax liability.”

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.