



MUTUAL FUND – TAX IMPLICATIONS

Resident Individual / HUF

Tax Implications	Equity Schemes	Liquid Schemes	Other Debt Schemes
Short term capital gains tax	15%	As Per Slab	As Per Slab
Long term capital gains tax	Nil	10% - without indexation 20% - with indexation	10% - without indexation 20% - with indexation
TDS	Nil	Nil	Nil
Dividend Distribution Tax	Nil	28.325% (25% + 10% Surcharge + 3% Education Cess)	14.1625% (12.5% + 10% Surcharge + 3% Education Cess)
Dividend income	Tax free	Tax Free	Tax Free

Partnership Firm

Tax Implications	Equity Schemes	Liquid Schemes	Other Debt Schemes
Short term capital gains tax	15%	30%	30%
Long term capital gains tax	Nil	10% - without indexation 20% - with indexation	10% - without indexation 20% - with indexation
TDS	Nil	Nil	Nil
Dividend Distribution Tax	Nil	28.325% (25% + 10% Surcharge + 3% Education Cess)	22.66% (20% + 10% Surcharge + 3 %Education Cess)
Dividend income	Tax free	Tax free	Tax free



Domestic Companies

Tax Implications	Equity Schemes	Liquid Schemes	Other Debt Schemes
Short term capital gains tax	15%	30%	30%
Long term capital gains tax	Nil	10% - without indexation 20% - with indexation	10% - without indexation 20% - with indexation
TDS	Nil	Nil	Nil
Dividend Distribution Tax	Nil	28.325% (25% + 10% Surcharge + 3% Education Cess)	22.66%(20% + 10% Surcharge + 3% Education Cess)
Dividend income	Tax free	Tax free	Tax free

NRI

Tax Implications	Equity Schemes	Liquid Schemes	Other Debt Schemes
Short term capital gains tax	15%	As Per Slab	As Per Slab
Long term capital gains tax	Nil	10% - without indexation 20% - with indexation	10% - without indexation 20% - with indexation
TDS	STCG: 16.995%(15% + 10% Surcharge + 3% Education Cess); LTCG – NIL	STCG - 30%; LTCG - 20% (After Providing for indexation)	Nil
Dividend Distribution Tax	Nil	28.325% (25% + 10% Surcharge + 3% Education Cess)	22.66% (20% + 10% Surcharge + 3 % Education Cess)
Dividend income	Tax free	Tax free	Tax free



Surcharge:

- For Resident Corporate Unit Holders: 10% of Surcharge on Tax Payable, If Total Income exceeds Rs.1crore.
- For Partnership Firms: 10% of Surcharge on Tax Payable, If Total Income exceeds Rs.1crore.

Wealth Tax

MUTUAL FUND UNITS ARE EXEMPTED FROM WEALTH TAX.

Gift Tax

MUTUAL FUND UNITS ARE EXEMPTED FROM GIFT TAX.

Clubbing provisions of Income Tax as applicable to Gift of Units:

Dividend Income	ST/LT Capital Gain/Loss
Since dividend is tax free in the hands of unit holders, no incidence of tax in the hands of either Donee or Donor.	<p>If the Donee is:</p> <ul style="list-style-type: none"> • Spouse, son's Wife Or Minor Son: The Gain/Loss will be clubbed with that of the Donor of units. <p>Any other Independent Donee:</p> <ul style="list-style-type: none"> • The Gain/Loss will be treated as Donee's Gain/Loss and will not be clubbed with that of the donor of unit.

Note:

Investors are advised to refer to the "Taxation Details" in the 'Statement of Additional Information' and to consult their own tax advisors with respect to the specific amount of tax and other implication arising out of their participation in the scheme.