

SNAPSHOT – TAX RULES FOR MUTUAL FUNDS JULY 2014

Equity Oriented Schemes F.Y. 2014-2015

Investors Category	STCG	LTCG	Dividend Income	Dividend Distribution Tax (paid by scheme)	TDS
Resident Individual/HUF	15%^	NIL	NIL	NIL	NIL
Resident Partnership firms/LLP/AOP/BOI/Domestic Companies	15%^	NIL	NIL	NIL	NIL
NRI	15%^	NIL	NIL	NIL	STCG—15% LTCG—NIL

Non Equity Oriented Mutual Funds

Investors Category	STCG	LTCG	Dividend Income	Dividend Distribution Tax – Other than Liquid/Money Market Schemes (paid by scheme)	Dividend Distribution Tax – Liquid/Money Market Schemes (paid by scheme)	TDS
Resident Individual/HUF	As per Tax slab	20% (with indexation) (%)	Tax Free	28.325% (25%+10% S/c+ 3% Edu Cess)	28.325% (25%+10% S/c+ 3% Edu Cess)	NIL
Resident Partnership firms/LLP/AOP/BOI/Domestic Companies	30%^	20% (with indexation) (%)	Tax Free	33.99% (30%+10% S/c+ 3% Edu Cess)	33.99% (30%+10% S/c+3% Edu Cess)	NIL
NRI	As per Tax slab	Listed: - 20% (with indexation) (%)	Tax Free	28.325% (25% +10% S/c+3% Edu Cess)	28.325% (25%+10%S/c + 3% Edu Cess)	STCG—As per slab LTCG—20% (Listed)(after indexation)

^ Plus applicable Surcharge & Education Cess. (%) Long term holding period is 36 months, Applicable from 01/04/2014.

Personal Income Tax Structure

Up to INR 2,50,000 (a)(b)(c)	NIL
INR 250001 to INR 500000	10%
INR 500001 to INR 1000000	20%
INR 1000001 and above	30%

(a) In case of a resident individual between the age of 60 & 80 years, the basic exemption limit is Rs.300000

(b) Resident Individuals aged 80 years and above, the basic exemption limit is Rs. 500000

(c) Surcharge is applicable if total taxable income is more than 1 crore.

This leaflet is for information purposes only, and does not constitute any offer, recommendation, or solicitation to any person to enter into any kind of transaction. The information in this leaflet is being provided for basic guidance of investors in Mutual Funds and is based on provisions of Finance Bill, 2014. Tax implication may vary for each assessee based on details of his/her incomes. You are advised to make your own independent judgment or consult your tax advisor for tax implications on investment decisions.