

Taxation

The information given is included only for general purpose and is based on advise received by the AMC regarding the law and practice currently in force in India. Investors/Unit holders should be aware that the relevant fiscal rules or their interpretation may change. As is the case with any investment, **there can be no guarantee** that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme will endure indefinitely.

In view of the individual nature of tax consequences, each Investor / Unit holder is **advised to consult his/ her own professional tax advisor.**

Long Term Capital Gains (LTCG) Tax

Any profit earned on the sale of PPLF units will be considered as 'Long Term Gains' and taxed accordingly, if those **units are held for more than 36 months.**

Scheme Type	Resident Individual/ HUF	Domestic Company	NRI
Liquid Fund	20% with indexation + Surcharge as applicable + 4% Cess = 22.88% or 23.92% *	20% with indexation + Surcharge as applicable + 4% Cess = 22.256% or 3.296% \$	10% without indexation + Surcharge as applicable + 4% Cess = 11.44% or 11.96% *

* In case of individual / HUF / NRI unit holders, the Finance Act, 2017 provides a surcharge of 10% where income exceeds Rs. 50 lakhs but less than Rs. 1 crore and 15% where income exceeds Rs.1 crore.

\$ Surcharge at the rate of 7% shall be levied for domestic corporate unit holders where the income exceeds Rs.1 crore but less than Rs. 10 crores and at the rate of 12%, where income exceeds Rs. 10 crores.

Tax Deduction at Source (Applicable only to NRI Investors)

Long Term Capital Gains	10% (Without indexation benefit) plus Surcharge and Cess
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Short Term Capital Gains (STCG) Tax

Any profit earned on the sale of PPLF units will be considered as 'Short Term Gains' and taxed accordingly, if those **units are held for a period of less than 36 months.**

Scheme type	Resident Individual/ HUF	Domestic Company	NRI
Liquid Fund	Rate as per the assessee's income-tax slab (10, 20 or 30%) plus Surcharge as applicable + 4% Cess *	30% + Surcharge as applicable + 4% Cess = 33.384 % or 34.944%\$	30%+ Surcharge as applicable + 4% Cess = 34.32% or 35.88% \$

* In case of individual / HUF / NRI unit holders, the Finance Act, 2017 provides a surcharge of 10% where income exceeds Rs. 50 lakhs but less than Rs. 1 crore and 15% where income exceeds Rs.1 crore.

\$ Surcharge at the rate of 7% shall be levied for domestic corporate unit holders where the income exceeds Rs.1 crore but less than Rs. 10 crores and at the rate of 12%, where income exceeds Rs. 10 crores.

Tax Deduction at Source (Applicable only to NRI Investors)

Short Term Capital Gains	30% plus Surcharge as applicable and Cess
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Dividend Distribution Tax

The Fund would be required to pay a distribution tax on income distributions as under –

Scheme type	Resident Individual/ HUF	Domestic Company	NRI
Money market and Liquid schemes	25% + 12% Surcharge + 4% Cess = 29.12%	30% +12% Surcharge + 4% Cess = 34.944%	25%+12% Surcharge +4% Cess = 29.12%