

TAX RECKONER 2012-13

SNAPSHOT OF TAX RATES SPECIFIC TO MUTUAL FUNDS

The rates are applicable for the financial year 2012-13 and are subject to enactment of the Finance Bill, 2012.

Tax Implications on Dividend received by Unitholders

Effective: 1st April 2012.

| | Individual/ HUF | Domestic Company | NRI* |
|-------------------------|-----------------|------------------|------|
| Dividend | | | |
| Equity oriented schemes | Nil | Nil | Nil |
| Debt oriented schemes | Nil | Nil | Nil |

Tax on distributed income (payable by the scheme) rates

| Equity oriented schemes ** | Nil | Nil | Nil | |
|--|--------------------|---|---|---|
| Debt Schemes | DDT Rate | 12.5% + 5% Surcharge + 3% Cess = 13.519% | 30% + 5% Surcharge + 3% Cess = 32.445% | 12.5% + 5% Surcharge + 3% Cess = 13.519% |
| | Dividend with DDT | 113.519% | 132.445% | 113.519% |
| | Effective DDT Rate | 11.909% | 24.497% | 11.909% |
| Money Market And Liquid Schemes | DDT Rate | 25% + 5% Surcharge + 3% Cess = 27.038% | 30% + 5% Surcharge + 3% Cess = 32.445% | 25% + 5% Surcharge + 3% Cess = 27.038% |
| | Dividend with DDT | 127.038% | 132.445% | 127.038% |
| | Effective DDT Rate | 21.283% | 24.497% | 21.283% |

Capital Gains Taxation

Long Term Capital Gains (units held for more than 12 months)

| Equity oriented schemes ** | Nil | Nil | Nil |
|---|--|--|--|
| Other than equity oriented schemes | 10% without indexation or 20% with indexation whichever is lower + 3% Cess | 10% without indexation or 20% with indexation whichever is lower + 5% Surcharge# + 3% Cess | 10% without indexation or 20% with indexation whichever is lower + 3% Cess |
| Without indexation | = 10.300% | = 10.815% | = 10.300% |
| With indexation | = 20.600% | = 21.630% | = 20.600% |

Short Term Capital Gains (units held for 12 months or less)

| | | | |
|---|-----------------------------|--|-----------------------------|
| Equity oriented schemes ** | 15% + 3% Cess = 15.450% | 15% + 5% Surcharge# + 3% Cess = 16.223% | 15% + 3% Cess = 15.450% |
| Other than equity oriented schemes | 30%^ + 3% Cess = 30.900% | 30% + 5% Surcharge# + 3% Cess = 32.445% | 30%^ + 3% Cess = 30.900% |

In case of a domestic company surcharge of @ 5% shall be levied if the total income exceeds Rs. 1 Crore subject to marginal relief.

*The short term/long term capital gain tax will be deducted at the time of redemption of units in case of NRI investors only.

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

Mutual Fund would also pay securities transaction tax wherever applicable on the securities bought / sold

^ Assuming the investor falls into highest tax bracket.

Tax Deducted at Source (Applicable only to NRI Investors)

| | Short term capital gains | Long term capital gains |
|------------------------------------|--------------------------|-------------------------|
| Equity oriented schemes | 15.450% | NIL |
| Other than equity oriented schemes | 30.900% | 20.600%# |

after providing for indexation

DIVIDEND STRIPPING: The loss due to sale of units in the schemes (where dividend is tax free) will not be available for setoff to the extent of the tax free dividend declared; if units are: (A) bought within three months prior to the record date fixed for dividend declaration; and (B) sold within nine months after the record date fixed for dividend declaration.

BONUS STRIPPING: The loss due to sale of original units in the schemes, where bonus units are issued, will not be available for set off; if original units are: (A) bought within three months prior to the record date fixed for allotment of bonus units; and (B) sold within nine months after the record date fixed for allotment of bonus units. However, the amount of loss so ignored shall be deemed to be the cost of purchase or acquisition of such unsold bonus units.

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

