

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

DEPARTMENT : FINANCE AND ACCOUNTS

Download Ref. No.: NSE/FATAX/32385	Date : May 16, 2016
Circular Ref. No.: 2/2016	

All NSE Members

Sub : Changes in relation to Securities Transaction Tax

Further to our earlier Circular Ref. No.1/2013, download Ref. No. NSE/FATAX/23500 dated May 24, 2013 and Circular Ref. No. 1/2014, download Ref. No. NSE/FATAX/27711 dated September 29, 2014, we would like to inform that as per the Finance Act, 2016 (Act No.28 of 2016), which received the Presidential assent on May 14, 2016, rate of levy of Securities Transaction Tax (STT) on sale of option has been revised from current rate of 0.017% to 0.05% with effect from 01st day of June, 2016.

Accordingly, STT on the transactions executed on the Exchange on or after June 01, 2016 shall be charged at the rates indicated in Column D below:-

S No.	Taxable securities transaction	Rate Upto 31-May-2016	Rate w.e.f 01-June-2016	Payable by
A	B	C	D	E
1.	Purchase of an equity share in a company or a unit of a business trust, where – (a) the transaction of such purchase is entered into in a recognized stock exchange; and (b) the contract for the purchase of such share or unit is settled by the actual delivery or transfer of such share or unit.	0.1 per cent	0.1 per cent (No Change)	Purchaser (No Change)
2.	Sale of an equity share in a company or a unit of a business trust, where – (a) the transaction of such sale is entered into in recognized stock exchange; and (b) the contract for the sale of such share or unit is settled by the actual delivery or transfer of such share or unit.	0.1 per cent	0.1 per cent (No Change)	Seller (No Change)

S No.	Taxable securities transaction	Rate Upto 31-May-2016	Rate w.e.f 01-June-2016	Payable by
A	B	C	D	E
2A	Sale of a unit of an equity oriented fund, where- (a) the transaction of such sale is entered into in recognized stock exchange; and (b) the contract for the sale of such unit is settled by the actual delivery or transfer of such unit.	0.001 per cent	0.001 per cent (No Change)	Seller (No Change)
3.	Sale of an equity share in a company or a unit of an equity oriented fund or a unit of a business trust, where – (a) the transaction of such sale is entered into in a recognized stock exchange; and (b) the contract for the sale of such share or unit is settled otherwise than by the actual delivery or transfer of such share or unit.	0.025 per cent	0.025 per cent (No Change)	Seller (No Change)
4.	(a) Sale of an option in securities.	0.017 per cent	0.05 per cent	Seller (No Change)
	(b) Sale of an option in securities where option is exercised.	0.125 per cent	0.125 per cent (No Change)	Purchaser (No Change)
	(c) Sale of a futures in securities.	0.01 per cent	0.01 per cent (No Change)	Seller (No Change)

"business trust" shall have the assigned to it in clause (13A) of section 2 of the Income-tax Act, 1961.

This is for information and compliance of the Trading Members and also for onward transmission to the constituents.

In case of any clarifications you may contact the undersigned or Mr. Yogesh Mohite at 022-26598140 or 022-26598100 Ext.23083.

**For and on behalf of
National Stock Exchange of India Limited**

**Premal Shah
Chief Manager**

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