



TAX RATES ON CAPITAL GAINS

Capital gains tax depends on the type of asset and the period of holding

Product	Period of holding to qualify for LTCG (months)	Tax on STCG	Tax on LTCG
Listed equity shares (STT Paid)	12	15%	10%
Listed equity shares (STT not paid)	12	Normal tax rate	20% with indexation or 10% without indexation
Equity Funds (if STT Paid)	12	15%	10%
Equity Funds (if STT not Paid)	12	Normal tax rate	20% with indexation or 10% without indexation
Unlisted shares	24	Normal tax rate	20% with indexation
Sovereign Gold Bond	12	Normal tax rate	20% with indexation or 10% without indexation
Dated G-Secs (Listed)	12	Normal tax rate	10% without indexation
Dated G-Secs (Unlisted)	36	Normal tax rate	20% with indexation
Debt mutual funds	-	Normal tax rate	Normal tax rate
Residential property	24	Normal tax rate	20% with indexation

STT stands for Securities Transaction Tax

Tax on equity shares, equity funds is exempt if aggregate LTCG during the year does not exceed Rs 1 lakh

Taxes are in case of a resident

If SGBs are held until maturity, i.e. 8 years, the final amount is exempted from tax.

Source: Taxmann