



# Taxation On Mutual Funds Post Union Budget 2024

Particulars	Investments made	Listed or Unlisted	Short-term capital gains						Long-term capital gains					
			Investments redeemed from 01-04-2024 to 22-07-2024		Investments redeemed On or after 23-07-2024 till 31-03-2025		Investments redeemed on or after 01-04-2025		Investments redeemed from 01-04-2024 to 22-07-2024		Investments redeemed On or after 23-07-2024 till 31-03-2025		Investments redeemed on or after 01-04-2025	
			Holding Period	Tax Rate <sup>^</sup>	Holding Period	Tax Rate <sup>^</sup>	Holding Period	Tax Rate <sup>^</sup>	Holding Period	Tax Rate <sup>^</sup>	Holding Period	Tax Rate <sup>^</sup>	Holding Period	Tax Rate <sup>^</sup>
Equity oriented mutual fund (>=65% Domestic equity shares)	--	--	= < 12 months	15%	= < 12 months	20%	= < 12 months	20%	> 12 months	10%	> 12 months	12.50%	> 12 months	12.50%
Specified Mutual Fund (SMF) (as per Finance Act, 2023) (<=35% in Equity as #) and Specified Mutual Fund (SMF) (as per Finance (No. 2) Bill, 2024) (>65% in Debt and Money Market Instruments) @	Investments before 01-04-2023	Listed	= < 36 months	Applicable slab rates	NA	NA	NA	NA	> 36 months	20% with indexation	> 12 months	12.50%	> 12 months	12.50%
		Unlisted	= < 36 months	Applicable slab rates	= < 24 months	Applicable slab rates	NA	NA	> 36 months	20% with indexation	> 24 months	12.50%	> 24 months	12.50%
	Investments on or after 01-04-2023	Listed and Unlisted	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates
Gold & Silver ETFs #	Investments before 01-04-2023	Listed	= < 36 months	Applicable slab rates	NA	NA	NA	NA	> 36 months	20% with indexation	> 12 months	12.50%	> 12 months	12.50%
	Investments on or after 01-04-2023	Listed	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	= < 12 months	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	> 12 months	12.50%
Fund of Funds (which invests <65% in SMF as defined in Finance (No. 2) Bill, 2024 @	Investments before 01-04-2023	Unlisted	= < 36 months	Applicable slab rates	= < 24 months	Applicable slab rates	NA	NA	> 36 months	20% with indexation	> 24 months	12.50%	> 24 months	12.50%
	Investments on or after 01-04-2023	Unlisted	= < 36 months	Applicable slab rates	= < 24 months	Applicable slab rates	NA	NA	NA	NA	NA	NA	> 24 months	12.50%
Fund of Funds (which invests => 65% in SMF as defined in Finance (No. 2) Bill, 2024 @	Investments before 01-04-2023	Unlisted	= < 36 months	Applicable slab rates	= < 24 months	Applicable slab rates	NA	NA	> 36 months	20% with indexation	> 24 months	12.50%	> 24 months	12.50%
	Investments on or after 01-04-2023	Unlisted	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates	Always Short Term	Applicable slab rates

The above chart is to be read with the following notes:

<sup>^</sup> Tax rates shall be increased by applicable surcharge and health and education cess as per the existing rates

@ Definition of Specified Mutual Fund schemes has been revised as follows -w.e.f. AY 2026-27 onwards

a) MF scheme investing more than 65% in debt and money market instruments (classified/regulated by SEBI); and

b) FOF investing 65% or more in MF scheme mentioned in (a) above

# Upto AY 2025-26, Specified Mutual Fund refers to investment of not more than 35% of total proceeds in equity shares of company

Tax rates for non-residents is at par with residents

As on 23rd Jul, 2024. Source: <https://www.indiabudget.gov.in/>

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**MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.**