



## NOTICE

**Notice No.**

20260331-6

**Notice Date**

31 Mar 2026

**Category**

Others

**Segment**

General

**Department**

Finance & Accounts

**Subject**

Master Circular Finance and Accounts March 31, 2026

**Attachments**

No Attachment

# Master Circular April 2026

## Finance and Accounts Department

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## **I. Master Circular on Direct Tax Matters**

### **1. Modification of Circular No.1 of 2014 in view of substitution of Service Tax by Goods and Services Tax (GST).**

The Central Board of Direct Taxes (the Board) had earlier issued Circular No. 1/2014 dated January 13, 2014 clarifying that wherever in terms of the agreement or contract between the payer and the payee, the Service Tax component comprised in the amount payable to a resident is indicated separately, tax shall be deducted at source under Chapter XVII-B of the Income-tax Act, 1961 (the Act) on the amount paid or payable without including such Service Tax component.

References have been received in the Board seeking clarification as to what treatment would be required to be given to the component of Goods and Services Tax (GST) on services, which has been introduced by the Government with effect from July 1, 2017, and into which the erstwhile Service Tax has been subsumed.

The matter has been examined. It is noted that the Government has brought in force a new Goods and Services Tax regime with effect from July 1, 2017, replacing, amongst others, the Service Tax which was being charged prior to this date as per the provisions of Finance Act, 1994. Therefore, there is a need to harmonize; the content of Circular No. 1/2014 of the Board with the new system for taxation of services under the GST regime.

In the light of the fact that even under the new GST regime, the rationale of excluding the tax component from the purview of TDS remains valid, the Board hereby clarifies that wherever in terms of the agreement or contract between the payer and the payee, the component of 'GST on services' comprised in the amount payable to a resident is indicated separately, tax shall be deducted at source under Chapter XVII-B of the Act on the amount paid or payable without including such 'GST on services' component. GST for these purposes shall include Integrated Goods and Services Tax, Central Goods and Services Tax, State Goods and Services Tax and Union Territory Goods and Services Tax.

For the purposes of this Circular, any reference to 'service tax' in an existing agreement or contract which was entered prior to July 1, 2017, shall be treated as 'GST on services' with respect to the period from July 1, 2017, onward till the expiry of such agreement or contract.

**2. Amendment of Rule 6DDA and 6DDC of Income Tax Rules, 1962 (now Rule 4 of Income Tax Rules, 2026) with respect to transactions on Stock Exchange**

CBDT Notification No. 14/2011 dated March 9, 2011/F.No.142/25/2008-SO (TPL) has amended Rule 6DDA of Income Tax Rules, 1962 (now Rule 4 of Income Tax Rules, 2026) effective from April 1, 2011, and CBDT Notification No. 8/2019 dated January 31, 2019/F.No.225/344/2018-ITA-II has amended Rule 6DDC of Income Tax Rules, 1962 (now Rule 4 of Income Tax Rules, 2026) effective from October 1, 2018 as follows:

- (a) The stock exchange shall have the approval of the Securities and Exchange Board of India established under the Securities and Exchange Board of India Act, 1992 (15 of 1992) in respect of trading in derivatives and shall function in accordance with the guidelines or conditions laid down in this behalf by the Securities and Exchange Board of India;
- (b) The stock exchange shall ensure that the particulars of the client (including unique client identity number and Permanent Account Number) are duly recorded and stored in its databases;
- (c) The stock exchange shall maintain a complete audit trail of all transactions (in respect of cash and derivative market) for a period of seven tax years on its system;
- (d) The stock exchange shall ensure that transactions (in respect of cash and derivative market) once registered in the system are not erased.
- (e) The stock exchange shall ensure that the transactions (in respect of cash and derivative market) once registered in the system, are modified only in cases of genuine error; and
- (f) The stock exchange shall maintain data regarding all transactions (in respect of cash and derivative market) registered in the system which have been modified and submit a monthly statement in Form No. 1 to the Director General of Income-tax (Systems), within fifteen days from the last day of each month to which such statement relates.

**3. Notification of BSE as a recognized Stock Exchange under clause (d) of the proviso to clause (5) of Section 43 of the Income Tax Act, 1961 [now Section 66(31) read with Section 66(33) of the Income Tax Act, 2025]**

Bombay Stock Exchange Limited (BSE) is notified as a recognised Stock Exchange for the purpose of clause (d) of proviso to clause (5) of Section 43 of the Income Tax Act, 1961 [now Section 66(31) read with Section 66(33) of the Income Tax Act, 2025] w.e.f. January 25, 2006 vide Notification No. 02/2006 dated January 25, 2006. Accordingly, Derivative trades carried out on the Exchange trading platform will not be

deemed to be speculative transaction till such time the recognition granted to the Exchange is not withdrawn.

**4. Notification of BSE as a recognized association under clause (e) of the proviso to sub-section (5) of Section 43 of the Income Tax Act, 1961 [now Section 66(31) read with Section 66(33) of the Income Tax Act, 2025]**

BSE is notified as a recognised association for the purpose of clause (e) of proviso to sub-section (5) of Section 43 of the Income Tax Act, 1961 [now Section 66(31) read with Section 66(33) of the Income Tax Act, 2025] w.e.f. October 1, 2018 vide Notification No. 08/2019 dated January 31, 2019. Accordingly, Commodities Derivative trades carried out on the Exchange trading platform will not be deemed to be speculative transaction till such time the recognition granted to the Exchange is not withdrawn.

**5. Circular for members regarding uploading the TDS certificates on BSE Electronic filing system (“BEFS”) Portal.**

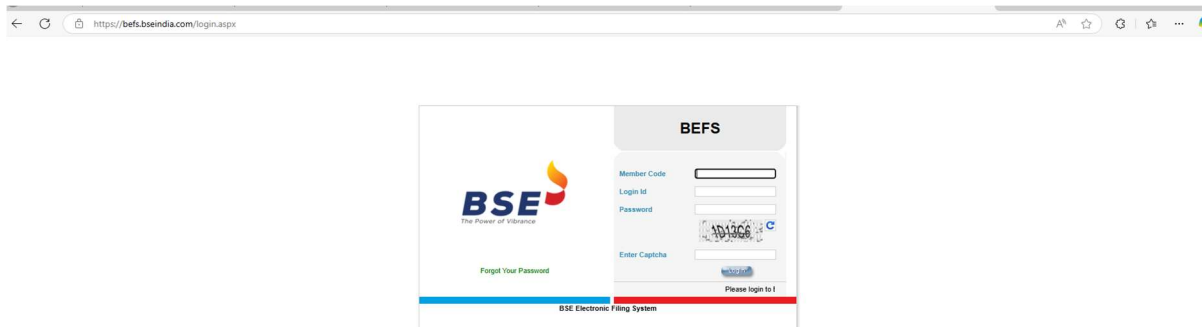
This is to bring to your kind notice that w.e.f. from April 10,2021 all members are requested to upload the TDS certificates on BSE Electronic filing system(“BEFS”) Portal to claim TDS refund in the respective years. There will be no requirement to send the certificates physically or via mail. Refund will be processed monthly based on certificates uploaded on the BEFS Portal and will be credited to the settlement account maximum by 10<sup>th</sup> of subsequent month.

In case any additional clarification is required you may mail your queries at [bse.tdsrefund@bseindia.com](mailto:bse.tdsrefund@bseindia.com) or contact the following personnel

| Contact Person     | Contact No.  |
|--------------------|--------------|
| Mr. Libin Mathews  | 022-22728867 |
| Mr. Nikhil Kataria | 022-22725830 |

**The steps to upload the TDS Certificate on the BEFS Portal is as follows:**

1. Click on the link <https://bef.s.bseindia.com/login.aspx>

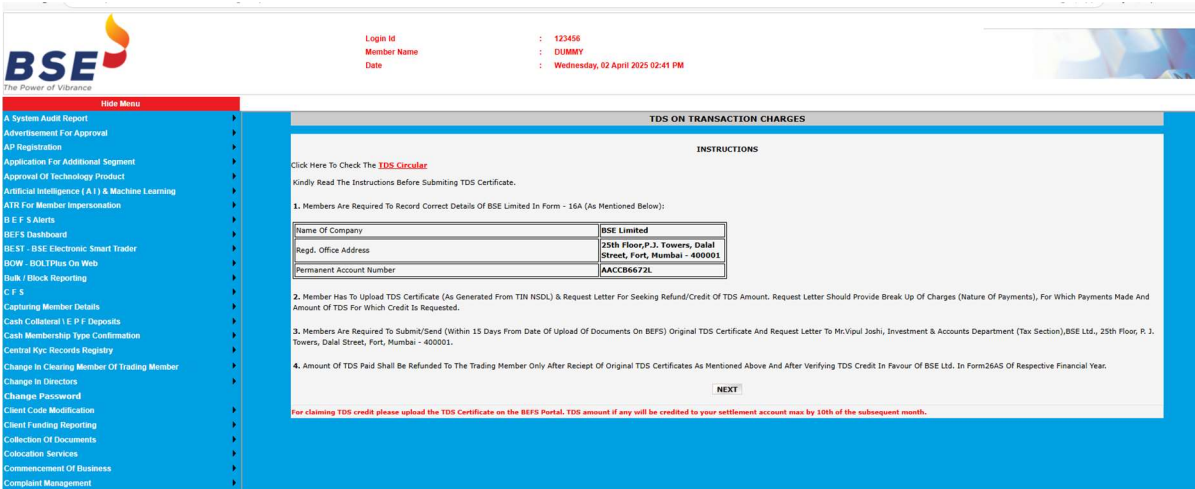


2. Enter the login credentials.

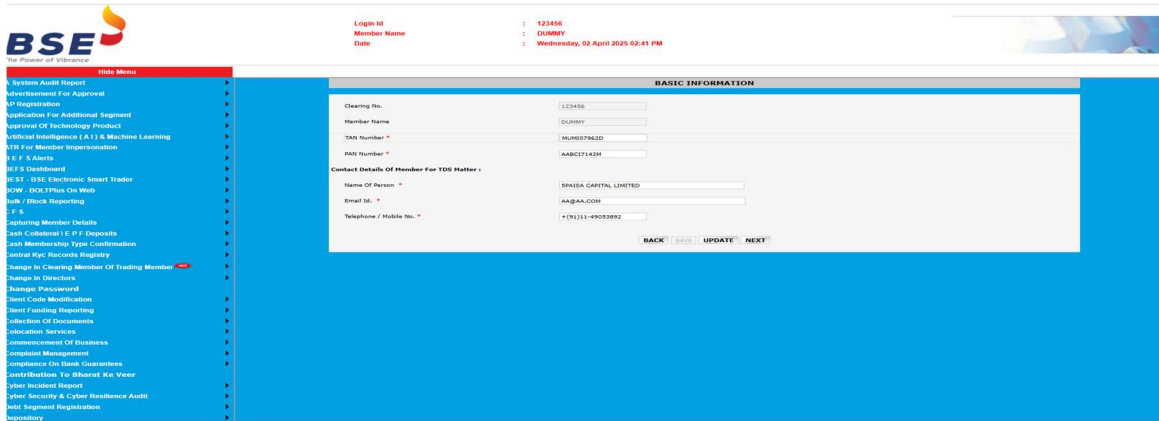
3. On the left side of the screen click on the option “TDS Certificate”.



4. Then click on “NEXT”.



5. If u want to update your basic information, then enter the new details and click on “UPDATE” and if not then click on “NEXT”.



**BSE** The Power of Vibrance

Login Id : 123456  
Member Name : DUMBY  
Date : Wednesday, 02 April 2025 02:41 PM

**BASIC INFORMATION**

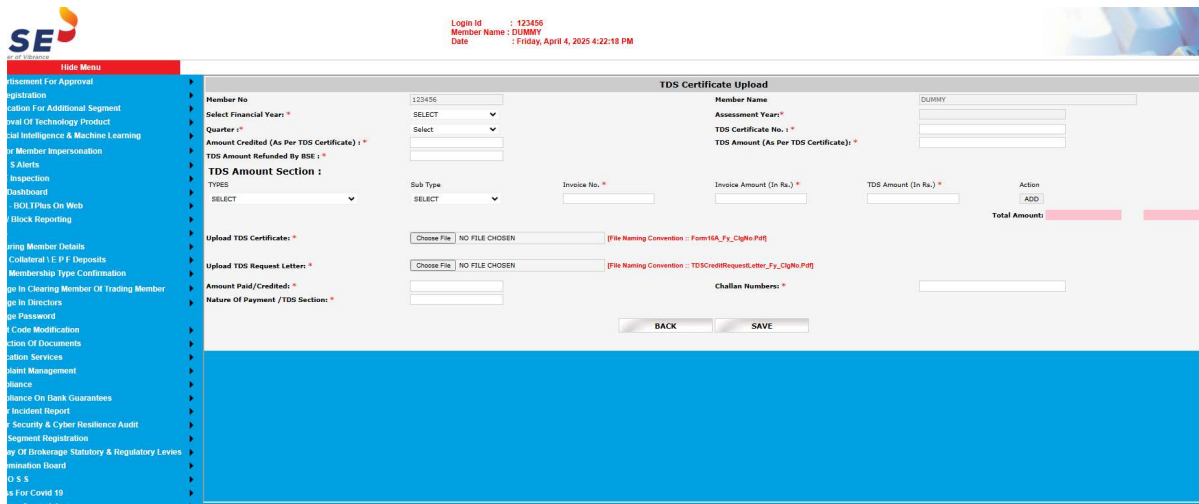
Clearing No. : 123456  
Member Name : DUMBY  
TAN Number : MUM007962D  
RAN Number : AABC07143M

Contact Details Of Member For TDS Matter :

Name Of Person : BANISA CAPITAL LIMITED  
Email Id. : AA@AA.COM  
Telephone / Mobile No. : +91111-4903892

BACK UPDATE NEXT

6. Enter all the details and upload the TDS Certificate and TDS working file and click on “SAVE”.



**SE** The Power of Vibrance

Login Id : 123456  
Member Name : DUMBY  
Date : Friday, April 4, 2025 4:22:18 PM

**TDS Certificate Upload**

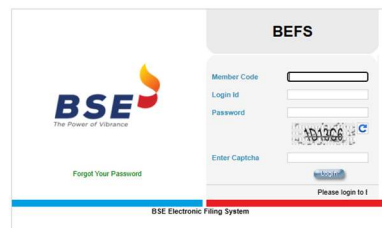
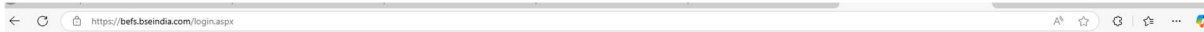
Member No. : 123456  
Member Name : DUMBY  
Assessment Year :  
TDS Certificate No. :  
TDS Amount (As Per TDS Certificate) :  
Amount Credited (As Per TDS Certificate) :  
TDS Amount Refunded By BSE :  
TDS Amount Section :  
Types :  
Sub Type :  
Invoice No. :  
Invoice Amount (In Rs.) :  
TDS Amount (In Rs.) :  
Action :  
ADD  
Total Amount :  
Upload TDS Certificate :  
Choose File NO FILE CHOSEN [File Naming Convention : Form16A\_Fx\_CfgNo.Pdf]  
Upload TDS Request Letter :  
Choose File NO FILE CHOSEN [File Naming Convention : TDSCreditRequestLetter\_Fx\_CfgNo.Pdf]  
Amount Paid / Credited :  
Nature Of Payment / TDS Section :  
Challan Numbers :  
BACK SAVE

**6. Circular to trading members to upload the Bank details on BSE Electronic Filing System (“BEFS”) Portal.**

Further to the notice no 20220323-22 released on March 23, 2022, regarding direct collection of Exchange dues by BSE from trading members, this is to bring to your kind notice that since BSE is collecting gross amount without reducing the amount of TDS, the TDS deducted on the general charges bills shall be directly paid to the trading members to their designated bank accounts. In this regard, it is requested to the trading members to provide their bank account details in the BSE Electronic filing system(“BEFS”) Portal. The screen shots showing the process of entering the bank details is mentioned below.

**The steps to upload the Bank details on the BEFS Portal is as follows:**

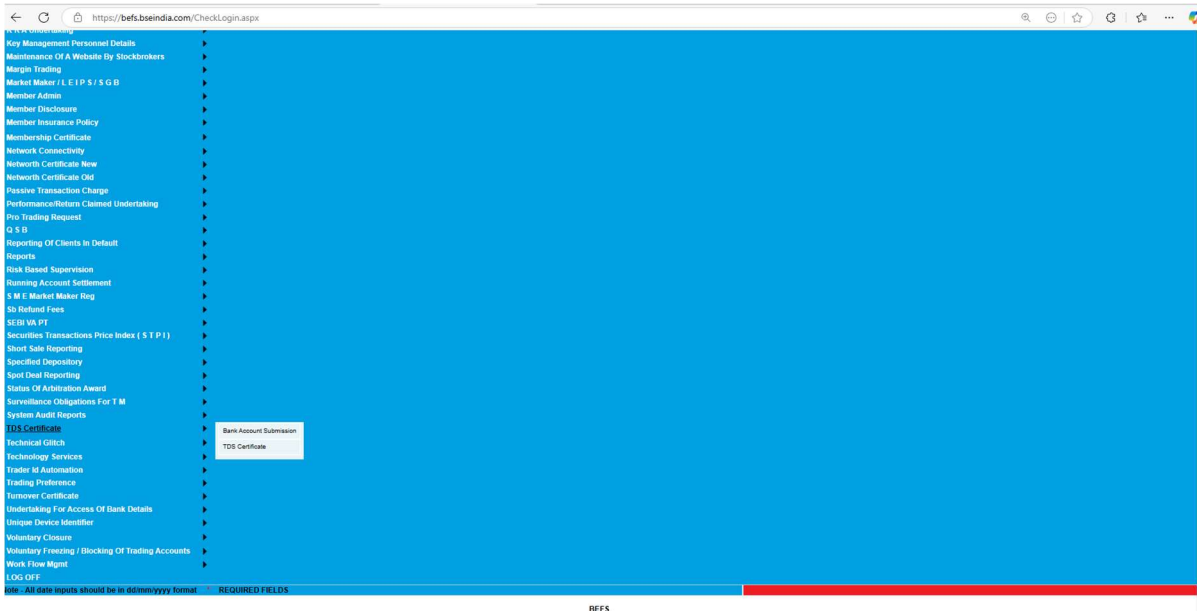
1. Click on the link <https://befs.bseindia.com/login.aspx>



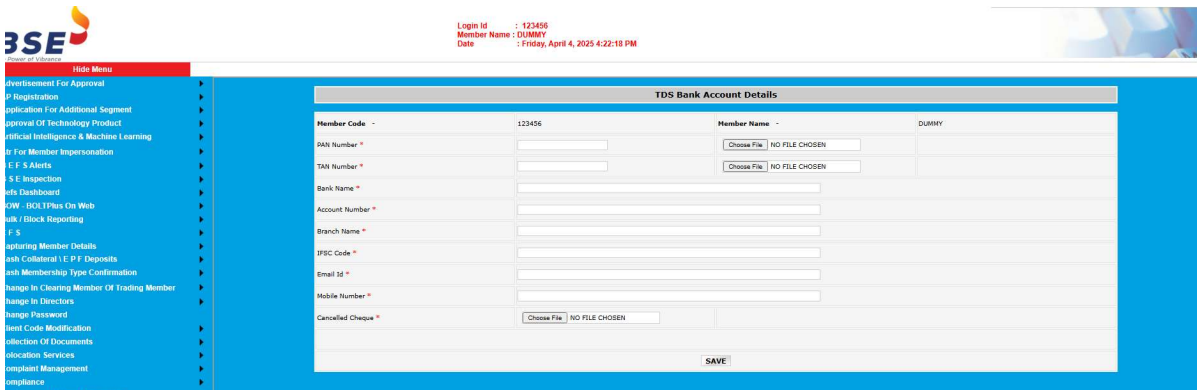
The screenshot shows the BEFS login page. On the left is the BSE logo with the tagline 'The Power of Vibrance' and a 'Forgot Your Password' link. On the right, under the heading 'BEFS', there are input fields for 'Member Code', 'Login Id', and 'Password'. Below these is a captcha image with the text '14106' and a 'login' button. At the bottom of the form area, it says 'Please login to I'. The footer of the page reads 'BSE Electronic Filing System'.

2. Enter the login credentials.

- On the left side of the screen click on the option “TDS Certificate” then “Bank account Submission”.



- Enter all the details and upload the documents as required. Then save, update and submit to exchange. Once details are submitted it cannot be edited.



In case any additional clarification is required you may mail your queries at [bse.tdsrefund@bseindia.com](mailto:bse.tdsrefund@bseindia.com) or contact the following personnel:

| Contact Person     | Contact No.  |
|--------------------|--------------|
| Mr. Libin Mathews  | 022-22728867 |
| Mr. Nikhil Kataria | 022-22725830 |

## II. Master Circular for Securities Transaction Tax (“STT”) and Commodities transaction tax (“CTT”)

### 1. Securities Transaction Tax (STT) Rates

Securities Transaction Tax (STT) was introduced in Chapter VII of the Finance (No. 2) Act 2004. The Finance Act, 2026, containing various budget proposals and amendments related to taxation received the Presidential assent on 30<sup>th</sup> March 2026. One of the amendments was pertaining to increase in the rate of STT on sale of Option contracts and Future contracts with effect from 01<sup>st</sup> April 2026. The revised rates of STT for taxable securities transactions as amended by Finance Act, 2026 is given below -

| Sr. No. | Taxable Securities Transactions   | Effective till 31 <sup>st</sup> Mar 2026 | Effective from 01 <sup>st</sup> Apr 2026 | Payable by |
|---------|---|--|--|------------|
| 1.      | Purchase of an equity share in a company or a unit of a business trust, where –<br>(a) the transaction of such purchase is entered into in a recognised stock exchange; and<br>(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%                                     | 0.1%                                     | Purchaser  |
| 1.A     | Purchase of an unit of an equity-oriented fund, where -<br>(a) the transaction of such purchase is entered into in a recognised stock exchange; and<br>(b) the contract for the purchase of such unit is settled by the actual delivery or transfer of such unit.   | NIL                                      | NIL                                      | -          |
| 2.      | Sale of an equity share in a company or a unit of a business trust, where -<br>(a) the transaction of such sale is entered into in recognised stock exchange; and<br>(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%                                     | 0.1%                                     | Seller     |

| Sr. No. | Taxable Securities Transactions  | Effective till 31 <sup>st</sup> Mar 2026      | Effective from 01 <sup>st</sup> Apr 2026     | Payable by                    |
|---------|--|---|--|-------------------------------|
| 2A.     | Sale of an unit of an equity-oriented fund, where<br>-<br>(a) the transaction of such sale is entered into in a recognised stock exchange; and<br>(b) the contract for the sale of such unit is settled by the actual delivery or transfer of such unit.   | 0.001%  | 0.001%                                       | Seller                        |
| 3.      | Sale of an equity share in a company or a unit of an equity-oriented fund or a unit of business trust, where --<br>(a) the transaction of such sale is entered into in a recognised stock exchange; and<br>(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%  | 0.025%                                       | Seller                        |
| 4.      | (a) Sale of an option in securities.<br>(b) Sale of an option in securities where option is exercised.<br>(c) Sale of a futures in securities.   | <b>0.10%</b><br><b>0.125%</b><br><b>0.02%</b> | <b>0.15%</b><br><b>0.15%</b><br><b>0.05%</b> | Seller<br>Purchaser<br>Seller |

For further clarification on the subject matter, you may kindly contact the following officials:

| Contact Person     | Contact No.  |
|--------------------|--------------|
| Mr. Libin Mathews  | 022-22728867 |
| Mr. Nikhil Kataria | 022-22725830 |

## 2. Securities Transaction Tax (STT) – Physical Settlement of Stock Derivatives

This is with reference to the SEBI circular no. SEBI/HO/MRD/DP/CIR/P/2018/67 dated April 11, 2018, regarding mandatory physical settlement of the specified stock derivatives.

Pursuant to the above circular and in view of the shift from the existing cash settlement to the settlement by way of physical delivery, members have been seeking various clarifications / advisory on the applicability of STT, if any, on the settlement / exercise of the Futures and Option in these specified stocks.

CBDT instruction number 272/M-40/2018-IT-J dated August 27, 2018, submitted to Hon'ble Bombay High Court in this matter inter -alia states that

*“The only distinctions that STT framework recognised are (a) Whether the securities are equity shares or derivatives i.e., option and futures and (b) Whether the contract for sale of the securities is settled by actual delivery or transfer of shares or otherwise.”*

The CBDT instruction also state as follows

*“(iv) Serial no. 1 and 2 of the table in Section 98 of Finance (No.2) Act, 2004 prescribe that purchase/sale of an equity share of a company where the transaction is entered into a recognised stock exchange and the contract for purchase/sale of such share is settled by the actual delivery or transfer of such is a taxable securities transaction. In such situations also where, in order to settle the obligation under the derivative contract the parties to a derivative contract purchase or sell equity shares through recognised stock exchange and delivery of the shares take place, these provisions shall be attracted, and such a transaction shall be subject to STT. In other words, since the levy of STT is not dependent upon the purpose for which the transaction in an equity is being undertaken, there is no distinction permissible under the statute for a purchase or a sale transaction in an equity to settle an option or futures contract under the amended settlement mechanism implemented by the capital market regulator (SEBI).*

.....

*4. In a nutshell, CBDT is of the view that where a derivative contract is being settled by physical delivery of shares, the transaction would not be any different from transaction in equity share where the contract is settled by actual delivery or transfer of shares and the rates of STT as applicable to such delivery-based transactions shall be **also** applicable to such derivative transaction.” (Emphasis supplied)*

In view of the above CBDT instruction and on basis of opinion by tax consultants, it has been decided to levy Securities Transaction Tax (STT) as follows with respect to transactions in equity derivative segment of BSE.

| Sr. No | Taxable Securities Transaction   | Sr. No of Taxable Securities Transaction mentioned in Section 98 of Finance (No.2) Act, 2004 | Rate Applicable till 31 <sup>st</sup> March 2026 | Rate Applicable from 01 <sup>st</sup> April 2026 | Payable by |
|--------|--|--|--|--|------------|
| 1      | Sale of an <b>OPTION</b> in securities   | 4 (a)  | 0.10%  | 0.15%  | Seller     |
| 2      | Sale of an <b>OPTION</b> in securities where option is exercised   | 4(b)   | 0.125%   | 0.15%  | Purchaser  |
| 3      | Sale of <b>FUTURE</b> in securities  | 4(c)   | 0.02%  | 0.05%  | Seller     |
| 4      | Purchase of an equity share arising out of physical settlement of transaction in <b>FUTURE</b> in securities | 1<br>(Based on CBDT instructions)  | 0.1%   | 0.1%   | Purchaser  |
| 5      | Sale of an equity share arising out of physical settlement of transaction in <b>FUTURE</b> in securities     | 2<br>(Based on CBDT instructions)  | 0.1%   | 0.1%   | Seller     |
| 6      | Purchase of an equity share arising out of physical  | 1<br>(Based on CBDT instructions)  | 0.1%   | 0.1%   | Purchaser  |

| Sr. No | Taxable Securities Transaction   | Sr. No of Taxable Securities Transaction mentioned in Section 98 of Finance (No.2) Act, 2004 | Rate Applicable till 31 <sup>st</sup> March 2026 | Rate Applicable from 01 <sup>st</sup> April 2026 | Payable by |
|--------|--|--|--|--|------------|
|        | settlement of transaction due to exercise of <b>OPTION</b> in securities   |  |  |  |            |
| 7      | Sale of an equity share arising out of physical settlement of transaction due to exercise of <b>OPTION</b> in securities | 2<br>(Based on CBDT instructions)  | 0.1%   | 0.1%   | Seller     |

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

In case of any clarification, trading members may contact the following official on the telephone number and email id given below.

| Contact Person     | Contact No.  | Email ID   |
|--------------------|--------------|--|
| Mr. Libin Mathews  | 022-22728867 | <a href="mailto:Libin.mathews@bseindia.com">Libin.mathews@bseindia.com</a>   |
| Mr. Nikhil Kataria | 022-22725830 | <a href="mailto:Nikhil.kataria@bseindia.com">Nikhil.kataria@bseindia.com</a> |

### 3. Applicability of Securities Transaction Tax (STT) post implementation of Interoperability among Clearing Corporations

This is with reference to the interoperability among Clearing Corporations pursuant to the SEBI Circular No. CIR/MRD/DRMNP/CIR/P/2018/145 dated November 27, 2018.

In this regard, clarification was sought with respect to the applicability of STT on trades done on the multiple stock exchanges which are settled under interoperability framework including the applicability of STT on trades which are settled otherwise than by actual delivery across multiple stock exchanges / clearing corporations.

The Central Board of Direct Taxes vide their letter dated June 6, 2019, has issued the following clarification:

**Quote**

*Under the provisions of STT, it is not material to the charge and levy of STT as to whether the settlement of trade takes place within the same stock exchange / clearing corporation or across multiple stock exchanges / clearing corporations. Accordingly, interoperability of clearing corporations shall have no impact on the incidence of STT on securities and STT at a lower rate shall continue to apply for trades / transactions settled otherwise than by delivery of shares even under the interoperable framework.*

**Unquote**

In view of the above, the trading members may kindly note that the STT on trades done on the multiple stock exchanges which are settled under interoperability framework shall continue to be levied as at present rates as applicable for delivery trades and non-delivery trades respectively, as per the provisions of section 98 of the Finance (No. 2) Act, 2004.

It thus stands clarified that the STT on trades done on multiple stock exchanges which are settled under interoperability framework and are settled otherwise than by actual delivery shall be levied at the rate of 0.025 per cent, payable by the Seller, as per Sr. No. 3 of the table under section 98 of the Finance (No. 2) Act, 2004.

Trading Members are requested to take note of the above

In case of any clarification, trading members may contact the following official on the telephone number and email id given below.

| Contact Person     | Contact No.  | Email ID   |
|--------------------|--------------|--|
| Mr. Libin Mathews  | 022-22728867 | <a href="mailto:Libin.mathews@bseindia.com">Libin.mathews@bseindia.com</a>   |
| Mr. Nikhil Kataria | 022-22725830 | <a href="mailto:Nikhil.kataria@bseindia.com">Nikhil.kataria@bseindia.com</a> |

#### 4. Securities Transaction Tax (STT) - Equity & Derivatives Segment

Further to Exchange Notice No. 20170103-10 dated January 3, 2017, we would like to inform you that, apart from the changes highlighted in Point no 1 of section II of this circular, there had been some amendment in the value of taxable securities transaction in relation to serial no. 4(b) of the table under section 98 of the Finance (No.2) Act, 2004 pertaining to “sale of an option in securities, where option is exercised”.

The amendment in clause (a)(ii) of section 99 of the Finance (No. 2) Act, 2004 relating to the value of taxable securities transaction was as below:

With effect from September 1, 2019, in case where Option is exercised, the value on which STT is levied shall be taken as “Intrinsic Value” instead of “Settlement Price”. Intrinsic value as defined by Explanation to section 99 of the Finance (No. 2) Act, 2019 shall be the difference between Settlement price and Strike Price.

All trading members are hereby informed that there are no changes in the rate of Securities Transaction Tax (STT) apart from the changes highlighted in Point no 1 of section II of this circular and the existing procedures for calculation, levy and collection of STT by the Exchange shall continue.

For further clarifications on the subject matter, you may kindly contact the following officials –

| Type of Query                      | Contact Person | Department         | Contact No.  |
|------------------------------------|----------------|--------------------|--------------|
| STT Rate                           | Libin Mathews  | Finance            | 022-22728867 |
| STT Rate                           | Nikhil Kataria | Finance            | 022-22725830 |
| STT Calculation & end-of day files | Kaushal Mehta  | Trading Operations | 022-22725778 |

#### 5. Notice on applicability of Securities Transaction Tax (STT) on trading of Rights Entitlement

Further to Exchange Notice No. 20190823-28 dated August 23, 2019, we would like to inform you that, apart from the changes highlighted in Point no 1 of section II of this circular, it was proposed to include trades in Rights Entitlement (“RE”) under serial no. 4(a) of the table under section 98 of the Finance (No.2)

Act, 2004 pertaining to “sale of an option in securities”. Accordingly, STT shall be payable by the seller at the rate of **0.15%** of the value at which such RE’s are traded.

All trading members are hereby informed that there is no change in the rate of Securities Transaction Tax (STT) apart from the changes highlighted in Point no 1 of section II of this circular and the existing procedures for calculation, levy and collection of STT by the Exchange shall continue.

For further clarifications on the subject matter, you may kindly contact the following officials –

| Type of Query                      | Contact Person | Department         | Contact No.  |
|------------------------------------|----------------|--------------------|--------------|
| STT Rate                           | Libin Mathews  | Finance            | 022-22728867 |
| STT Rate                           | Nikhil Kataria | Finance            | 022-22725830 |
| STT Calculation & end-of day files | Kaushal Mehta  | Trading Operations | 022-22725778 |

## 6. Securities Transaction Tax (STT) - Equity Warrants

Further to Exchange Notice No. 20200811-37 dated August 11, 2020, we would like to inform you that, apart from the changes highlighted in Point no 1 of section II of this circular, it was proposed to include trades in Equity Warrants under serial no. 4(a) of the table under section 98 of the Finance (No.2) Act, 2004 pertaining to “sale of an option in securities”. Accordingly, STT shall be payable by the seller at the rate of **0.15%** of the value at which such Equity Warrants are traded.

All trading members are hereby informed that there is no change in the rate of Securities Transaction Tax (STT) apart from the changes highlighted in Point no 1 of section II of this circular and the existing procedures for calculation, levy and collection of STT by the Exchange shall continue.

For further clarifications on the subject matter, you may kindly contact the following officials –

| Type of Query                      | Contact Person | Department         | Contact No.  |
|------------------------------------|----------------|--------------------|--------------|
| STT Rate                           | Libin Mathews  | Finance            | 022-22728867 |
| STT Rate                           | Nikhil Kataria | Finance            | 022-22725830 |
| STT Calculation & end-of day files | Kaushal Mehta  | Trading Operations | 022-22725778 |

## 7. Commodities Transaction Tax (CTT) Rates

In the Finance Act of 2020, following amendments were made in Finance Act 2013 pertaining to Commodities Transaction Tax (CTT). You are requested to take note of the same.

i. Definition of Taxable commodities transaction as per sec 116 of Finance Act, 2013:

| Till March 31, 2020   | With effect from April 1, 2020   |
|---|--|
| Taxable commodities transaction means a transaction of sale of commodity derivatives or option on commodity derivatives in respect of commodities, other than agricultural commodities traded in recognised associations. | Taxable commodities transaction means a transaction of sale of commodity derivatives or sale of commodity derivatives based on prices or indices of prices of commodity derivatives or option on commodity derivatives or option in goods in respect of commodities, other than agricultural commodities, traded in recognised stock exchange. |

ii. Change in rate of Commodities Transaction Tax (CTT) as per Sec 117 of Finance Act, 2013

| Sr. No | Taxable Commodity Transaction  | Till March 31, 2020 |            | With effect from April 1, 2020 |            |
|--------|--|---------------------|------------|--------------------------------|------------|
|        |  | Rate                | Payable by | Rate                           | Payable by |
| 1      | Sale of a commodity derivative   | 0.01%               | Seller     | 0.01%                          | Seller     |
| 2      | Sale of a commodity derivatives based on prices or indices of prices of commodity derivatives. | NA                  | NA         | 0.01%                          | Seller     |
| 3      | Sale of an option on commodity derivative  | 0.05%               | Seller     | 0.05%                          | Seller     |

| Sr. No | Taxable Commodity Transaction   | Till March 31, 2020 |            | With effect from April 1, 2020 |            |
|--------|---|---------------------|------------|--------------------------------|------------|
|        |   | Rate                | Payable by | Rate                           | Payable by |
| 4      | Sale of an option in Goods  | NA                  | NA         | 0.05%                          | Seller     |
| 5      | Sale of an option on commodity derivative, where option is exercised  | 0.0001%             | Purchaser  | 0.0001%                        | Purchaser  |
| 6      | Sale of an option in Goods, where option is exercised, resulting in actual delivery of goods                                  | NA                  | NA         | 0.0001%                        | Purchaser  |
| 7      | Sale of an option in Goods, where option is exercised, resulting in settlement otherwise than by the actual delivery of goods | NA                  | NA         | 0.125%                         | Purchaser  |

**Note:** In case of contracts settled by cash, no additional CTT shall be levied. In case of contracts settled physically no CTT applicable but GST would be applicable, and the place of supply will be delivery centre.

iii. Value of Taxable Commodities Transaction as per Sec 118 of Finance Act, 2013

| Till March 31, 2020  | With effect from April 1, 2020   |
|--|--|
| (a) in the case of a taxable commodities transaction relating to a commodity derivative, shall be the price at which the commodity derivative is traded; | (a) in the case of a taxable commodities transaction relating to a commodity derivative or commodity derivative based on prices or indices of prices of commodity derivatives, shall be the price at which the commodity derivative or commodity derivative based on prices or |

| Till March 31, 2020   | With effect from April 1, 2020  |
|---|---|
|   | indices of prices of commodity derivatives is traded;   |
| <p>(b) in the case of a taxable commodities transaction relating to an option on commodity derivative, shall be—</p> <p>(i) the option premium, in respect of transaction at serial number 2 of the above table in section 117.</p> <p>(ii) the settlement price, in respect of transaction at serial number 3 of the above table in section 117.</p> | <p>(b) in the case of a taxable commodities transaction relating to an option on commodity derivative or option in goods, shall be—</p> <p>(i) the option premium, in respect of transaction at serial numbers 3 and 4 of the Table in <a href="#">section 117</a>;</p> <p>(ii) the settlement price, in respect of transaction at serial numbers 5 and 6 of the Table in <a href="#">section 117</a>;</p> <p>(iii) the difference between the settlement price and the strike price, in respect of transaction at serial number 7 of the Table in <a href="#">section 117</a>.</p> |

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

In case of any clarification, trading members may contact the following official on the telephone number and email id given below.

| Contact Person     | Contact No.  | Email ID   |
|--------------------|--------------|--|
| Mr. Libin Mathews  | 022-22728867 | <a href="mailto:Libin.mathews@bseindia.com">Libin.mathews@bseindia.com</a>   |
| Mr. Nikhil Kataria | 022-22725830 | <a href="mailto:Nikhil.kataria@bseindia.com">Nikhil.kataria@bseindia.com</a> |

#### 8. Applicability of Commodities Transaction Tax ('CTT') on Option in commodities contracts on underlying Gold and silver in Commodity Derivatives Segment

This is with reference to the circular issued by BSE regarding the trading of Option in commodities contracts on underlying Gold and Silver, vide circular no 20200523-1 dated May 23,2020.

In this regard, the trading members may kindly note that CTT is applicable on trading of Option in commodities contracts on underlying Gold and Silver on the Exchange at the rates specified in Sl. no. 4, 6 and 7 of the CTT table provided under Section 117 of Chapter VII of Finance Act, 2013. Kindly refer Sr. No. 4, 6 and 7 in point No 7 (ii) of section II of this circular.

All trading members are hereby requested to take note of the above changes in the rates of CTT.

For further clarifications on the subject matter, you may kindly contact the following officials –

| Type of Query                      | Contact Person | Department         | Contact No.  |
|------------------------------------|----------------|--------------------|--------------|
| CTT Rate                           | Libin Mathews  | Finance            | 022-22728867 |
| CTT Rate                           | Nikhil Kataria | Finance            | 022-22725830 |
| CTT Calculation & end-of day files | Kaushal Mehta  | Trading Operations | 022-22725778 |

## 9. Excess Securities Transaction Tax (STT) Retained – BSE

This has reference to notice no ITBA/COM/F/17/2025-26/1086923338(1) dated March 05, 2026 issued by Joint Commissioner of Income Tax, Range – 7(1), Mumbai. This notice was issued to draw attention towards excess STT collected by some brokers/sub-brokers for the financial year 2023-24 and for preceding years as on March 31, 2023, which is not being remitted to the Government account.

The relevant extract of the instructions from the office of Joint Commissioner of Income Tax, Range 7(1) is as given below:

*“it is requested that a circular may kindly be issued requesting all the Member, Brokers/Sub-brokers to furnish the details of such excess STT collected and retained with them for F.Y.2023-24 and preceding years as on 31.03.2023 directly to ‘BSE LTD.’ under intimation to this office.*

*The letters may be captioned as ‘Excess STT Retained –BSE’. They may be directed to comply with this Circular within 7 days from publishing of the Circular/Notice and remit such excess STT collected along with interest @ 1% for every month’s delay to ‘BSE LTD.’ immediately under intimation to this office and the BSE shall deposit the same to the Government Account immediately. You are accordingly requested to issue such Circular/Notice and intimate its compliance to this office at the earliest.”*

Hence, as per the instructions of the income tax department, a circular is hereby issued to the member brokers, requesting to furnish details of excess STT collected and retained with them for FY 2023-24 and for preceding years as on March 31, 2023 to BSE Limited and remit the excess STT along with interest as per instructions above immediately.

The remittance of excess STT should be made by way of an Account Payee cheque **only** drawn in the name of “**BSE Limited**”, along with the details of such excess STT collected and interest calculations. Request you to kindly send the cheque and details to the below mentioned postal address:

Nikhil Kataria / Libin Mathews (Finance & Accounts department)  
BSE Limited  
25<sup>th</sup> Floor, PJ Towers,  
Dalal Street, Fort,  
Mumbai – 400001

In case of any clarification, you may write / contact Nikhil Kataria or Libin Mathews on [bse.tax@bseindia.com](mailto:bse.tax@bseindia.com) or 022-22728867.

**For and on behalf of BSE Limited**

**Kamlesh Jagetiya**  
**Financial Controller**