NSE

Circular

National Stock Exchange Of India Limited

Department: FINANCE & ACCOUNTS

Download Ref No: NSE/FATAX/47389 Date: February 18, 2021

Circular Ref. No: 2/2021

To,

All the Members of the Exchange

Sub: Applicability of Commodities Transaction Tax ('CTT') on derivative contracts on underlying Copper in Commodity Derivatives Segment

This is with reference to the Exchange Circular download reference No. NSE/COM/47115 dated January 25, 2021 regarding the trading of Futures and Options contracts on underlying Copper spot price with effect from February 22, 2021.

In this regard, the trading members may kindly note that the trading of Copper Futures and Copper Options (option in goods) on the Exchange shall be chargeable to CTT at the rates specified in SI. no.1, 4, 6 and 7 of the CTT table provided under Section 117 of Chapter VII of Finance Act, 2013.

The rates are provided hereunder:-

SI. No.	**Taxable commodities transaction**	**Rate**	**Payable by**	**Value of taxable commodities transaction**
(1)	(2)	(3)	(4)	(5)
1.	Sale of a commodity derivative	0.01 per cent	Seller	Trade Price
2.	Sale of option in goods	0.05 per cent	Seller	Option Premium
3.	Sale of option in goods, where option is exercised resulting in actual delivery of goods	0.0001 per cent	Purchaser	Settlement Price
4.	Sale of option in goods, where option is exercised resulting in a settlement otherwise than by the actual delivery of goods	0.125 per cent	Purchaser	Difference between Settlement Price and Strike Price

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

In case of any clarifications you may write / contact the undersigned or Ms. Swati Murkya/ Mr. Yogesh Mohite on taxation@nse.co.in or 022-26598100 Ext.23082/23083.

For and on behalf of
National Stock Exchange of India Limited

Premal Shah
Associate Vice President