

National Stock Exchange Of India Limited**Department: FINANCE & ACCOUNTS**

Download Ref No: NSE/FATAX/58787

Date: October 06, 2023

Circular Ref. No: 3/2023

To,

All the Members of the Exchange

Sub: Applicability of Commodities Transaction Tax ('CTT') in Options contracts on Futures in Commodity Derivatives Segment.

This is with reference to the Exchange Circular download reference No. NSE/COM/58758 dated October 05, 2023 regarding the trading of Options contract on underlying WTI Crude Oil and Natural Gas Futures in Commodity Derivatives Segment with effect from October 09, 2023.

In this regard, the trading members may kindly note that the trading of **Options on Futures contracts in Commodity Derivatives Segment** on the Exchange shall be chargeable to CTT at the rates specified in SI. no.1, 3, and 5 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 (SI. No. 1) | 0.01 per cent | Seller | Traded Price |
| 2. | Sale of option in on commodity derivative (SI. No. 3) | 0.05 per cent | Seller | Option Premium |
| 3. | Sale of option in commodity derivative, where option is exercised (SI. No. 5) | 0.0001 per cent | Purchaser | Settlement 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. Charmi Desai / Mr. Yogesh Mohite on taxation@nse.co.in or 022-26598100 Ext.23059/23083.

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

**Premal Shah
Vice President**