



**Under the Finance Act 2016.**

The effective rate of Service Tax would be 15% (i.e. Service Tax @ 14% + SBC @ 0.50% + KKC @ 0.50%) on fees and commission received on various taxable services w.e.f. 1st June 2016.

-Krishi Kalyan Cess (KKC) has been levied @ 0.50% of value of taxable services with effect from 1st June 2016 in addition to the

-Swachh Bharat Cess (SBC) @ 0.50% of value of taxable services applicable currently.

Issued by the Department of Revenue, Ministry of Finance, Government of India, a service tax Items Included Foreign Currency Conversion and (on Purchase or Sale) of exchange transactions

<b>S.No.</b>	<b>Gross amount of Currency exchanged (Equivalent in INR)</b>	<b>Service Tax Amount (Equivalent in INR)</b>
1	Upto INR 100,000	0.15% of the gross amount of currency exchanged for an amount upto INR. 1,00,000/- subject to the minimum amount of INR. 37.50/-
2	INR 100,001 to INR 1,000,000	INR 150 + 0.075% of the gross amount of currency exchanged for an amount of rupees exceeding INR 1.00,000/- and upto INR 10,00,000/-
3	Above INR 1,000,000	INR 825 + 0.015% of the gross amount of currency exchanged for an amount of rupees exceeding INR 10,00,000/-, subject to maximum amount of INR 7,500/-