

Stamp Duty on Commercial Paper and Certificate of Deposit  
(effective from 9<sup>th</sup> January 2020)

The Stamp Act 1899 have been amended by the Central Government vide Part 1 of Chapter IV of Finance Act 2019

Vide the said amendment “Commercial Papers” (CP) and “Certificate of Deposits” (CD) are included in the term “Debenture”

Definition of Debenture

Section 10(A) –

“Debenture includes Certificate of deposit, Commercial usance Bill, Commercial Paper and such other debt instruments of original or initial maturity upto one year as the Reserve Bank of India may specify from time to time.”

Therefore in supersession to the rate of Stamp duty as given in Annexure VII of “CP operational Guidelines” the stamp duty applicable for CP and CD stands revised as hereunder:

- a) In case of issue : 0.005%
- b) In case of Transfer and Reissue – 0.0001%

N.B Any changes /ammendments as announced by the Central Government from time to time will have to be complied with.

P Das Gupta

Dy Chief Executive Officer

FIMMDA