

BOB:ZO:LGL:60:2023-24

Dt: 07.02.2024

CIRCULAR TO ALL BRANCHES/REGIONAL OFFICES OF BANGALORE ZONE

Sub:- Circular on Stamp duty payable on various instruments in the State of Karnataka.

With reference to the Circular Letter No. **BOB: ZO: LGL:40:2020-21, Dated: 12.02.2021** issued by Zonal Office with regard to the applicable Stamp Duty in the State of Karnataka, we would like to inform that the State Government has made recent amendments to the existing Karnataka Stamp Act 1957, vide Karnataka Stamp (Amendment) Act, 2023 (Karnataka Act No.4 of 2024). The same has come into force with immediate effect from 3rd of February 2024.

In view of aforesaid amendments, we are hereby providing the details of revised Stamp Duty applicable on various loan documents pertaining to our Bank:

Sl. No	LDOC No.	Name of Document	Article No.	Existing Stamp Duty	Revised Stamp Duty w.e.f. 03.02.2024
1	-	Affidavit	4	Rs.20/-	Rs.100/-
2	-	Agreement	5 (1)(j)	Rs.200/-	Rs.500/-
3	2	Demand Promissory Note	-	Rs.1/-	Rs.1/- (Revenue Stamp)
4	-	Indemnity Bond	29 r/w 47(b)	Rs.200/-	Rs.500/-
5	154	Tripartite Agreement (Agreement + POA + Indemnity)	5(j) r/w 41 & 29 r/w 47(b)	Rs.200/-	Rs.1500/- (LDOC should also be notarized)
6	8/ 8A	Indemnity	29 r/w 47	Rs.200/-	Rs.500/-
7	9/ 10/ 11	Letter of Pledge	6(2)	i).For Loan Upto Rs.10.00 Lakhs- 0.1% of Loan Amount] ii).For Loan more than Rs10.00 Lakhs- 0.2% of Loan amount subject to maximum of Rs.10.00Lakhs (Stamp Duty exempted for loan amount up to Rupees One Lakh.)	0.5% of the loan amount (Stamp Duty exempted for loan amount up to Rupees One Lakh.) Provided that where a fresh instrument of pawn or pledge of movable property is executed for securing repayment of money already advanced by way of loan between the same parties and for the same purpose and for the same amount and the duty in respect of earlier instrument has been paid, then the duty chargeable on such fresh instrument is chargeable as per clause (j) of Article 5 of this Schedule i.e., Rs.500/-

8	17/ 17A/ 17C/ 19/ 20/ 21/ 22/ 24/ 27	Relating to Hypothecation	34(d)	i).For Loan Upto Rs.10.00Lakhs- 0.1% of Loan Amount ii).For Loan more than Rs10.00Lakhs- 0.2% of Loan amount subject to maximum of Rs.10.00Lakhs	0.5% of Loan amount (It may be noted that no maximum limit for Stamp Duty is provided as per Amendment)
9	17B	Instrument of Hypothecation of Goods	34(d) & 41h	i).For Loan Upto Rs.10.00Lakhs- 0.1% of Loan Amount ii).For Loan more than Rs10.00Lakhs- 0.2% of Loan amount subject to maximum of Rs.10.00Lakhs	0.5% of Loan amount + Rs.500/- (It may be noted that no maximum limit for Stamp Duty is provided as per Amendment)
10	27	Hypothecation of Crop Cum Guarantee	5(1)(j)	Rs.400/-	Rs.1000/- (500/- + 500/-)
11	33	General Form of Guarantee	5(1)(j), 41(h)	Rs.400/- (200/- + 200/-)	Rs.1000/- (500/- + 500/-)
12	59/ 152A	Letter of Acknowledgement of Debt (for healthy / running Accounts)		Upto Rs.5,000/- : Rs.2/- Where the amount exceed Rs. 5000/- : Rs.2/- + (plus) Rs.2/- for every another thousand or part thereof. (Subject to a maximum of Rs.1,000/- (Rupees One Thousand Only)	Revenue Stamp of Rs.1/- for each of the signatories separately. (Refer ZO Circular No.BOB:ZO:LGL:150:2021 dated 18.11.2021)
13	86/ 87/ 88/ 89/ 96/ 101/ 108/ 140	Power of Attorney in respect of Book- Debts Facility	41(h)	Rs.200/- (LDOC should also be notarized)	Rs.500/- (LDOC should also be notarized)
14	90/ 90A/ 90F/ 90G/ 90K/ 90L/ 90M/ 90N/ 148	FOR EQUITABLE MORTGAGE:- Memorandum of Entry to be recorded in respect of advances secured by mortgage of Title Deeds (Equitable Mortgage/ Extn. of Equitable Mortgage)	6(1)	Agreement relating to deposit of title deeds (pawn or pledge), that is to say, any instrument evidencing an agreement relating to,	Agreement relating to deposit of title deeds (pawn or pledge), that is to say, any instrument evidencing an agreement relating to, The deposit of title deeds or instruments constituting or being evidence of the title to any property whatever (other

				<p>1.The deposit of title deeds or instruments constituting or being evidence of the title to any property whatever (other than a marketable security), where such deposit, has been made by way of security for the repayment of money advanced or to be advanced by way of loan or an existing or future debt;</p> <p>If such loan or debt is repayable on demand from the date of instrument evidencing the agreement,</p> <p>i).Where the loan or debt amount does not exceed Rs.10.00 Lakhs - 0.1% on the loan or debt amount subject to a minimum of Rs.500/-.</p> <p>ii).Where the loan or debt amount exceeds Rs.10.00 Lakhs - 0.2% on the loan or debt amount subject to a maximum of Rs.10.00 Lakhs.</p>	<p>than a marketable security), where such deposit, has been made by way of security for the repayment of money advanced or to be advanced by way of loan or an existing or future debt;</p> <p>If such loan or debt is repayable on demand from the date of instrument evidencing the agreement,</p> <p>0.5% of Loan amount, subject to minimum of Rs.500/-. (It may be noted that no maximum limit for Stamp Duty is provided as per Amendment)</p>
15	-	Mortgage Deed other than Equitable Mortgage	34	<p>i).For every sum secured not exceeding Rs. 1,000/- -- Rs.10/-</p> <p>ii).For every Rs. 1,000 or part thereof, secured in excess of Rs.1,000/- -- Ten rupees plus one rupee for every</p>	<p>i). For every sum secured not exceeding Rs. 1,000/--- Rs.50/-</p> <p>ii).For every Rs. 1,000 or part thereof, secured in excess of Rs.1,000/- -- Fifty rupees plus five rupee for every rupees one thousand or part thereof in excess of rupees one thousand.</p>

				rupees one thousand or part thereof in excess of rupees one thousand.		
16	90C/ 90E	Declaration in the matter of mortgage by deposit of title deeds in respect of immovable.	4	Rs.20/-	Rs.100/-	
17	144A/ 144B/ 144C/ 144D/ 144E/ 144F	Loan Agreement	5(1)(j), 29 r/w 47	Rs.600 + applicable Stamp Duty for Hypothecation/ Assignment/ Pledge on loan amount, as the case may be.	Rs.1500/- + applicable Stamp Duty for Hypothecation/ Assignment/ Pledge on loan amount, as the case may be.	
18	149/ 150	Relating to Corporate Guarantee	5(1)(j), 29 r/w 47	Rs.600/- (200/- + 200/- + 200/-)	Rs.1500/-	
19	159	Inter Se Agreement	5(1)(j), 41(h)	Rs.400/- (200/- + 200/-)	Rs.1000/- (500/- + 500/-)	
20	-	Bank Guarantee	56 (newly introduced)	---	i). If relating to paper Bank Guarantee - Rs.300/- ii). If relating to e-Bank Guarantee - Rs.200/-	
21	<p>*The stamp duty applicable on following LDOCs are same as that of Agreement, and therefore Stamp Duty of Rs.500/- will be collected under Article 5(1)(j) of Karnataka Stamp Act, 1957 for each of the LDOCs listed below:</p>					
	LDOC 7, LDOC 13, LDOC 14, LDOC 16, LDOC 18, LDOC 23, LDOC 23A, LDOC 26/28/35,	LDOC 28A, LDOC 28AA, LDOC 29, LDOC 30, LDOC 31(A), LDOC 33(A), LDOC 33(B), LDOC 34	LDOC 34(a), LDOC 34(A), LDOC 35, LDOC 37, LDOC 51, LDOC 52, LDOC 54, LDOC 58	LDOC 64, LDOC 66, LDOC 73, LDOC 105, LDOC 106(C), LDOC 107, LDOC 109, LDOC 110,	LDOC 111, LDOC 112, LDOC 114, LDOC 117, LDOC 118, LDOC 134, LDOC 135, LDOC 138	LDOC 141, LDOC 142, LDOC 145A, LDOC 145B, LDOC 146, LDOC 147A, LDOC 147B, LDOC 147C, LDOC 147D, LDOC 151, LDOC 152B, LDOC 156
<p>Note:</p> <p>1. Exemption of Stamp duty and Registration fees on the instrument/s executed by any persons to obtain or repay loans for agricultural purpose or by their sureties as security for the repayment of such advances under the Karnataka Land Improvement Loans Act,1963 (Karnataka Act 16 of 1963), the Karnataka Agriculturists' Loans Act,1963 (Karnataka Act 17 of 1963) and Karnataka Govt. Notification: RD 40 MUNOMU 2010, Bangalore dated 01-04-2010, Karnataka Gazette, Extraordinary No.340, dated 03-04-2010).</p>						

2. Pledge/Pawn of movable property (gold) advanced for agricultural purposes are exempted from payment of stamp duty.

Branches are advised to obtain the Stamp Duty as per above schedule. In case of deficit Stamp Duty on any instrument/document, the instrument/document shall be referred to Collector of Stamps for adjudication and the deficit stamp duty shall be paid as per their advice/instructions/order (upon which endorsement will be made by them on the instrument itself).

For any query or clarification in this regard Branches/Offices may contact Legal Department of ZO.

Yours faithfully,



[देबब्रत दास]

[DEBABRATA DAS]

महाप्रबंधक

GENERAL MANAGER 

