

Charges on Overseas Remittances

Q1. What are the charges and taxes applicable for Outward Remittances?

There are 5 Components of charges applicable on overseas remittances through wire transfer:

1. **Currency conversion charges as per prevalent exchange rates:** To check the prevalent exchange rate, click here: [Forex Card Rates](#) | [Forex Rates](#) | [Forex in India - Axis Bank](#)

2. **Commission charges:**

- Savings/Prime – INR 1000 plus GST
- Priority – INR 500 plus GST
- Burgundy/ Burgundy Private – INR 100 plus GST

Please note that commission charges have currently been waived off for all digital transactions.

3. **Correspondent Bank Charges**

Correspondent banks are the banks through which the transactions are routed for them to reach the ultimate beneficiary of the funds. Depending on the bank that the beneficiary has an account in, there might be one or multiple correspondent banks. To facilitate the transfer of funds, these correspondent banks levy a certain charge.

There are 2 options for Correspondent Bank Charges available through both digital and branch channels:

- **OUR:** Correspondent bank charges are borne by the Remitter
- **BEN:** Correspondent bank charges are borne by the Beneficiary

Apart from the above, two other options for Correspondent Bank Charges are also available through branch channel:

- **SHA:** Charges shared between remitter and beneficiary
- **Assured Pay:** Full payment without any deductions by intermediary banks, only available on payments made in USD to anywhere in the world on payment of an additional USD 15 on charges under 'OUR'

What are the Current Correspondent Banking Charges applicable when you select 'OUR' as a correspondent banking charge option?

Currency	Txn Slab	RevisedCharges (USD)	Currency	Range	Charges
USD	Upto 500	10 + GST	EUR	Upto EUR 2,500	22 + GST
USD	501-1000	18 + GST	EUR	EUR 2,501-10,000	25 + GST
USD	1001-2500	24 + GST	EUR	EUR 10,001-25,000	30 + GST
USD	2501-5000	28 + GST	EUR	EUR 25,001-50,000	35 + GST
USD	5001-10000	30 + GST	EUR	EUR 50,001 & Above	40 + GST
USD	10001-25000	32 + GST	JPY	Upto JPY 10,000	2,500 INR + GST
USD	25001-50000	35 + GST	JPY	JPY 10,000 to 50,001	3,500 INR + GST
USD	50001-100000	55 + GST	JPY	JPY 50,001 to 100,000	5,000 INR + GST
USD	100001 and above	70 + GST	JPY	JPY 100,001 and above	7,000 INR + GST

Currency	Charges	Currency	Charges	Currency	Charges
AED	1200 INR + GST	HKD	1200 INR + GST	GBP	1200 INR + GST
AUD	1200 INR + GST	NZD	1200 INR + GST	THB	1200 INR + GST
CAD	1200 INR + GST	SAR	1200 INR + GST	ZAR	0.40% of Transaction (min 75 ZAR and max 400 ZAR)
CHF	1200 INR + GST	SEK	1200 INR + GST		
DKK	1200 INR + GST	SGD	1200 INR + GST		

For 'BEN', the charges will be deducted as per the arrangement of the correspondent bank with the beneficiary bank from the amount that is to be deposited into the customer's account.

For 'SHA', it will be a combination of the charges that are applicable under 'OUR' and 'BEN', split between the remitter and the beneficiary.

For Assured Pay, USD 15 will be charged in addition to our existing correspondent banking charges for USD payments.

4. GST applicable on Foreign Currency Conversion Charges

Foreign exchange transactions are subject to prevalent GST rates, as under:

Transaction Amount (INR)	FCY GST Calculation (@18%)
Up to 1 lakh	(1% of Transaction Amt.) X 18% Minimum GST of INR 45
1 lakh to 10 lakhs	[INR 1,000 + (0.5% of Transaction Amt. above INR 1lac)] X 18%
Above 10 lakhs	[INR 5500 + (0.1% of the Transaction Amt.)] X 18% Max. GST of INR 10800

GST on Commission and Correspondent banking charges is applicable at 18%

5. Tax Collected at Source (TCS) for Resident Customers for LRS transactions only

Tax Collected at Source (TCS) is applicable on any Outward Remittance transaction if both the two following criteria are met:

- An individual carries out any Forex transaction under the Liberalised Remittance Scheme (LRS).
- The Aggregate Forex purchased under the LRS in any form during the financial year exceeds INR 10 lakhs except for Education loan cases where the money is going towards education purpose.

From 1st April, 2025, a higher rate of TCS will be collected if any person is found to be a person with no/ invalid/ inoperative PAN.

Aggregate amount remitted during the year including current transaction	Status of the Individual	Education (funded by Education Loan)	Education (Not funded by Education Loan) and Medical Remittances	All other Remittances*
Greater than INR 10 lakhs	Operative PAN	Nil	5%	20%
	No /Invalid/ Inoperative PAN	Nil	10%	20%
Less than or equal to INR 10 lakhs	Operative PAN	Nil	Nil	Nil
	No /Invalid/ Inoperative PAN	Nil	Nil	Nil

Please note:

- Charges for FCY demand draft (DD) issuance is INR 500 per DD
- On transactions where no conversion of foreign currency is happening (transfers from RFC accounts) Commission in Lieu of Exchange (CILE) charges will be applicable to the tune of 0.125% of the INR value of the transaction
- Correspondent banking charges for outward remittances done from Non-resident Account if 'OUR' Correspondent banking charge option is selected is NIL
- Any charges deducted / levied by the correspondent bank will be recovered from the remitter if the transaction is rejected / returned / reversed due to incorrect / incomplete transaction details provided by the remitter
- All commission, fees and charges, as mentioned above, are non-refundable (unless otherwise stated)
- For any discussion or further understanding required on rates and charges please speak with your nearest Branch or relationship manager

FAQs on Overseas Remittances:

Q1 What are the documents required for sending outward remittances overseas from branch?

For the detailed document list for overseas remittances click here: axisbank.com/docs/default-source/default-document-library/outward-remittance/retail-overseas-remittances-document-list.pdf

You may also refer to the following path for easy access to the Outward remittance document checklist and declarations:

Axis Bank Homepage > Explore Products > Forex > International Funds Transfer (<https://www.axisbank.com/retail/forex/International-Fund-Transfer>) > Scroll down to the 'Form Centre' tab under the 'Important Links' section.

Q2. How much time does it take for an outward remittance transaction to be processed?

It takes approximately 24-48 working hours for the funds to reach the final beneficiary bank.

Q3. Which Forex transactions will be not be impacted by TCS?

TCS is NOT applicable in conditions such as:

- Remittances made by Non-Residents and Non-Individuals.
- LRS remittances made from RFC (Resident Foreign Currency) Accounts.
- If the aggregate amount of remittances made during the financial year including the current transaction is less than INR 10 lakhs irrespective of whether the customer is a Specified or Non Specified Individual.
- Education Remittances where source of funds is Education Loan

Q4. Will transactions be processed for customers whose PAN is not linked to Aadhaar?

If the customer's Aadhaar and PAN are not linked, the Bank will as a policy process such transactions levying a higher rate of TCS wherever applicable as per the grid for Specified Person mentioned above.

In the case of exception scenarios such as customer belonging to a state where exemption is granted from linking of PAN and Aadhaar, normal rates of TCS will be charged.

For other exemptions or where the customer provides evidence of PAN being linked to Aadhaar, the Branch may approach the Retail Outward Remittance Product Team for exception approval.

Q5. Will GST be applied on the TCS amount?

No. GST will not be applicable on the TCS amount however GST will continue to be applicable on the transaction value and other charges levied by the bank.

Q6. Will transactions initiate by Non Residents attract TCS?

No – TCS will not be applicable on remittances made by NRIs.

As per RBI's Master Direction on LRS only Resident Individuals are permitted to do transaction under LRS scheme. Hence TCS will only be applicable on overseas LRS remittances made by Resident Individuals.

Q7. Can the remitter avail tax credit on the TCS paid?

Yes, remitter can claim credit for the tax collected by the Bank while filing for their tax returns provided valid PAN of the remitter has been submitted to the Bank.