



The Physical & Digital of Investing

Invest in US Equities



What is it?

Now invest in US markets with over 3,500+ US stocks and ETFs. An opportunity to ride the growth wave of highly desired FAANG (Facebook, Apple, Amazon, Netflix & Google) stocks in addition to JP Morgan Chase, Tesla, etc.



Key Highlights

- **Seamless digital account opening** - User to open a separate KYC for US investing this will be 100% Digital process. Require separate credentials to start investment.
- **Account activation** - Account will get activated in 2 days post documents are approved
- **No Minimum Investment** - Start investing with any amount.
- **Invest in Fractional stocks** – Build a diversified portfolio with limited capital by buying fractional quantities of a single stock.
- **Thematic Investments** -Preconfigured portfolios of high-growth Stocks & global ETFs.
- **Remittance support** -Streamlined process for transferring Funds in US Dollars. Money remittance for investment can be done through your existing MOSL or any other bank account
- **Limit on foreign Remittance** thus you can't invest more than \$2,50,000 in a year

Brokerage Plan

- **Basic Plan** - 0.50% subject to a minimum of \$0.02 per share - Whichever is higher
- **Elite Plan**- 0.25% subject to a minimum of \$0.02 per share - Whichever is higher
- **Premier Plan** - \$0.01 per share

Illustration:

	Price	Qty	Trade Value	Commission in \$		
				Basic	Elite	Premier
Trade 1	1,500	5	7,500	37.5	18.8	0.05
Trade 2	2	395	790	7.9	7.9	3.95
Trade 3	3,100	0.2	620	3.1	1.6	0.00

Trade 1

Basic

Brokerage @0.50%
 $= 1500 * 5 * 0.50\% = \$37.5$
 Brokerage @\$0.02 per share
 $= 5 * \$0.02 = 0.10$
 The brokerage of \$37.5
 would be considered

Elite

Brokerage @0.25%
 $= 1500 * 5 * 0.25\% = \$18.75$
 Brokerage @0.02 per share
 $= 5 * \$0.02 = 0.10$
 The brokerage of \$18.75
 would be considered

Premier

Brokerage @\$0.01 per share
 $= 5 * \$0.01 = \0.05

Trade 2

Basic

Brokerage @0.50%
 $= 2 * 395 * 0.50\% = \$3.95$
 Brokerage @\$0.02 per share
 $= 395 * \$0.02 = \7.90
 The brokerage of \$7.9 would
 be considered

Elite

Brokerage @0.25%
 $= 2 * 395 * 0.25\% = \$1.98$
 Brokerage @\$0.02 per share
 $= 395 * \$0.02 = \7.90
 The brokerage of \$7.9
 would be considered

Premier

Brokerage @\$0.01 per share
 $= 395 * \$0.01 = \3.95

Trade 3

Basic

Brokerage @0.50%
 $= 3100 * 0.2 * 0.50\% = \3.10
 Brokerage @\$0.02 per share
 $= 0.2 * \$0.02 = \0.00
 The brokerage of \$3.1
 would be considered

Elite

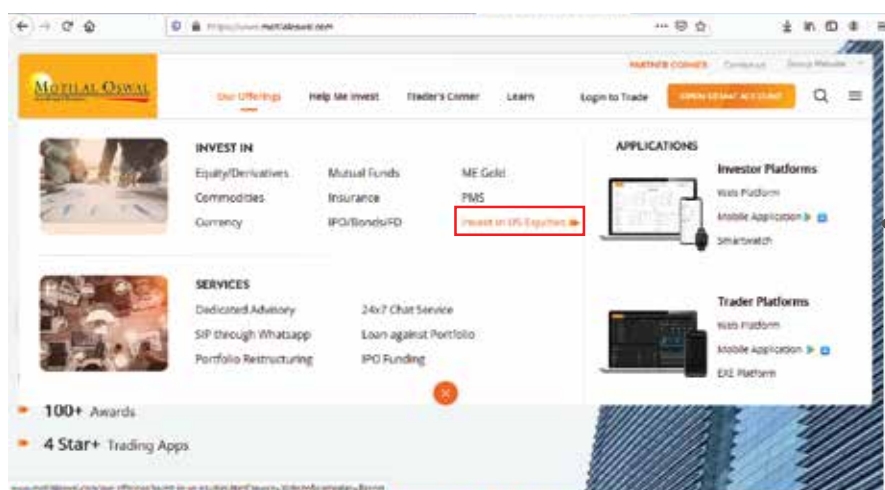
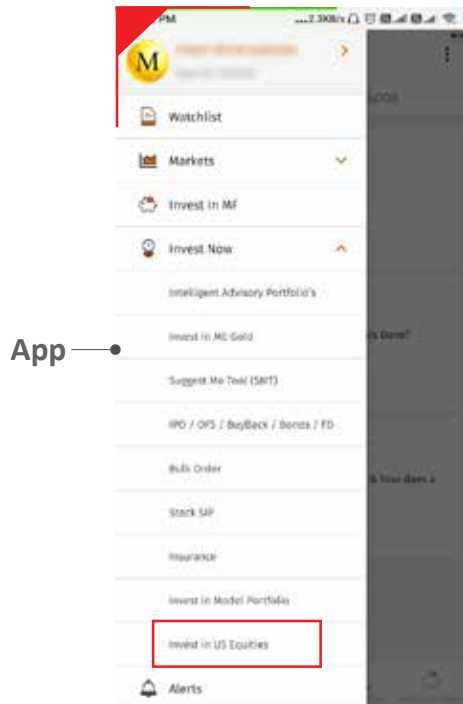
Brokerage @0.25%
 $= 3100 * 0.2 * 0.25\% = \1.55
 Brokerage @\$0.02 per share
 $= 0.2 * \$0.02 = \0.00
 The brokerage of \$1.6
 would be considered

Premier

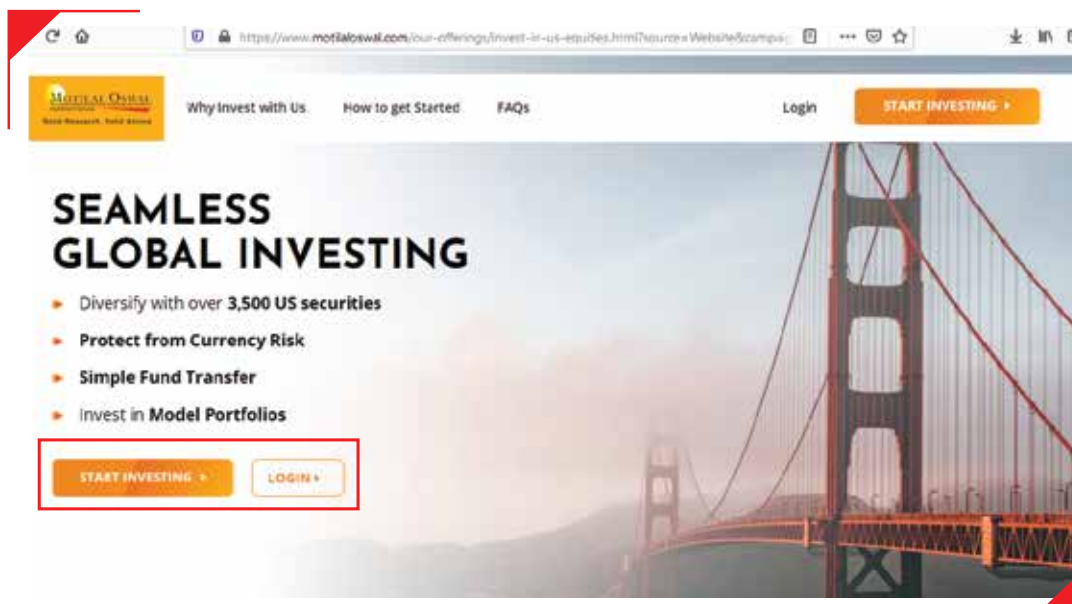
Brokerage @\$0.01 per share
 $= 0.2 * \$0.01 = \0.00

How to invest?

- Visit – www.motilaloswal.com or Login in **MO investor App**
- Click on “Invest in US Equities” under **Our Offerings** section in Web & Invest Now menu in App



On clicking on ‘Invest in US stocks’ user would be redirected Investing page



New User Journey- Start Investing

Click on “Start Investing” - Enter the basic details (Name, Mobile number and Motilal Oswal Client code) - Process is same for App & Web



READY TO INVEST WITH US?
Get started by quickly sharing your details

Full Name *
Enter Full Name

Mobile Number *
Enter Mobile Number

Do you have Motilal Oswal account?
☒ Yes ☐ No

START INVESTING +

Step 1 - Signup

Client needs to fill the user basic details to create the account.

Create new account

First Name *
Scott

Middle Name
Siree

Last Name *
Enter Last Name

Email *
test@stockat.com

Username *
User Name

Phone Number *
Enter Mobile Number

Secure your Account

Set Password *
Create Password

Confirm Password *
Confirm Password

Create account

Get Help

Step 2 - OTP Verification

Post filling the credentials user have to enter the OTP received on his registered Email id.

OTP Verification

Email verification code has been sent to your email

Resend code

Next

First Name*
Abhishek

Last Name*
Naik

User Name*
abhishek

Secure your Account

Set Password*

Confirm Password*

Step 3 - Selection the desired plan

Payment can be done through UPI gateway

Choose a Plan

Basic	Elite	Premier
₹0	₹4,999	₹10,000
Annual subscription fees	Annual subscription fees	Annual subscription fees
0.50% per trade *	0.25% per trade *	0.15% per trade *
₹0 Account opening fees	₹0 Account opening fees	₹0 Account opening fees
Unlimited Investing Power	Unlimited Investing Power	Unlimited Investing Power
Email support	Email support	Email support
24X7 support	24X7 support	24X7 support
* minimum of 2 cents per share	* minimum of 2 cents per share	* minimum of 3 cents per share

Step 4 - Trading Account creation

Enter the basic details for account creation

Account Setup

Upload Document

LRS Form

Applicant Details

Foreign Exchange Details

Beneficiary Details

CREATE YOUR ACCOUNT

Gender: ☒ Male ☐ Female

Date Of Birth*
Date Of Birth
Make sure DOB should be same as in ID proof and in YYYY-MM-DD date format

Phone Number*
 +91 95453 27967

Address Line 1*
Address Line 1
make sure your address here matches the Address Proof document that you will upload later

Address Line 2*
Address Line 2

Postal Code*
Zip Postal Code
If the zip code is not applicable to your location use 00000

Country*
India

State*
State
Enter the state name as exactly it is correct applicable

City*
City

Citizenship*
India

PAN Card Number*
PAN

Step 5 - Risk Profile

User need to complete the Risk profiling questionnaire

Risk Tolerance:

☒ Conservative ☐ Moderate ☐ Aggressive

Employment Status*
Select Employment Status

Investment Objective*
Select Investment Objective

Investment Experience*
Select Investment Experience

Annual Income*
Select Annual Income

Net Worth Liquid*
Select Net Worth Liquid
Your Investable Savings

Total Net Worth*
Select Total Net Worth
Approximate

Director/Officer of public Company?
☐ Yes ☒ No

Politically Exposed Person?
☐ Yes ☒ No

Is your employer a brokerage firm?
☐ Yes ☒ No

☐ I agree to the Disclosures

☐ I agree - Stockal Terms and conditions

NEXT

Step 6 - Account setup

Enter the name as signature for setting up the account

Account Setup

- Account Setup
- Upload Document
- LRS Form
- Applicant Details
- Foreign Exchange Details
- Beneficiary Details

Account Holder Signature:
Please type your name in the field below

signature

Create Account

I authorize my broker and/or Clearing Firm to obtain a consumer report at the time of application to verify my creditworthiness and to obtain a consumer report from time to time for updates, renewals, extensions, and collection activity on any approved account. Upon my written request, my broker and/or Clearing Firm will disclose to me whether it obtained a report, and if so, the name and address of the consumer-reporting agency that provided it. In the event that my account is denied by Clearing Firm, as a result of the consumer report verification, I authorize Clearing Firm to provide to my broker the reason(s) for such denial.

W-8BEN (Non U.S. Citizens)
Under penalties of perjury, I declare that I have examined the information on this form and to the best of my knowledge and belief it is true, correct, and complete. I further certify under penalties of perjury that:

- I am the individual that is the beneficial owner (or am authorized to sign for the individual that

Step 7 - Documents upload

User need to submit his Aadhaar card or Pan card as proof

To confirm your identity, we'll need you to upload your Photo ID and proof of Address. Your information will be fully encrypted and only accessible by authorized representatives.

ID Proof
Must contain your name and picture:

Aadhaar Card

File size must be less than 10MB

Note: Please make sure Date of Birth is same as mentioned in KYC form earlier.

Address Proof

Aadhaar Card

File size must be less than 10MB

In case of having two sides of the document, please make sure the ID number is also available along with the address. In case you are uploading Aadhaar Card as address proof, please note that some Aadhaar cards have name on one side and address on the other side. If that's the case with you, kindly upload scans of both sides here.

Upload

ID Proof
Must contain your name and picture:

Aadhaar Card

File size must be less than 10MB

Note: Please make sure Date of Birth is same as mentioned in KYC form earlier.

PAN Card
Aadhaar Card

Address Proof

Aadhaar Card

File size must be less than 10MB

In case of having two sides of the document, please make sure the ID number is also available along with the address. In case you are uploading Aadhaar Card as address proof, please note that some Aadhaar cards have name on one side and address on the other side. If that's the case with you, kindly upload scans of both sides here.

Step 8 - Documents uploaded confirmation

Note:

Account will get activated in 2 days post documents are approved. In case funds need to be added instantly click on Add Funds.

Funds Transfer Process to Start Investing

Step 1 - Setup for LRS form

User needs to submit information to process Liberalised Remittance scheme details for selected bank and also details of applicant to carry out foreign exchange Transaction .

Step 2 - Enter details to set the Withdrawal process of foreign exchange

Post LRS setup user needs to provide details and also beneficiary information for withdrawal of foreign exchange in case of withdrawal.

DETAILS OF WITHDRAWAL OF FOREIGN EXCHANGE
For remittance of fixed amount of Foreign Currency
Note: It will be deducted as per LRS tax adjustment clause

USD ▼ Amount In Figures

Purpose Of Remittance with Purpose Code (For details refer Annexure II)

Whether under LRS: ☒ Yes ☐ No

S0001

Indian portfolio investment abroad- in equity shares

Savings

Have you done any LRS in current financial year? ☐ Yes ☒ No

BENEFICIARY DETAILS

DriveWealth, LLC 97 Main St 2nd Floor Chatham, NJ 0795

M and T Bank 9870304186

One M and T Plaza Buffalo, NY 14203 U MANTU533

Bank Short Code Bank IBAN

Intermediary Bank SWIFT code Intermediary Bank Name

Remitter (REM) ▼

Step 3 - Create LRS logistics details

Client needs to fill in LRS logistics details for pickup of required documents on the address details provided above.

LRS Logistics Details
These details will be used for assisting in LRS pickup and delivery

Do you want the LRS form to be picked up by us? ☒ Yes ☐ No

Pickup Details

Pickup Date Select Pickup Time ▼

Pickup Location

Please ensure address contains city and pincode

☐ Same as above

Delivery Details

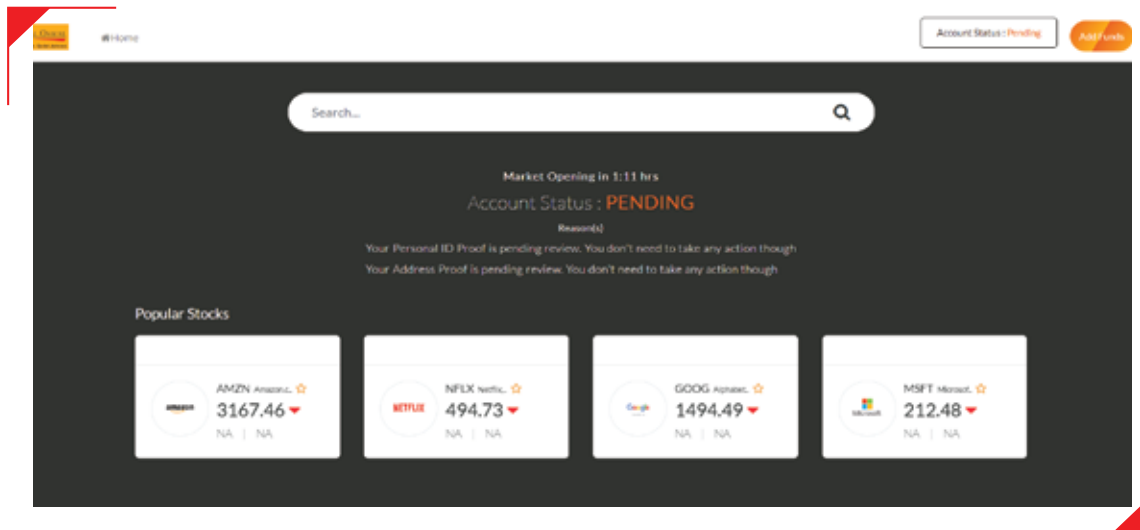
Remittance Bank IFSC

NEXT

* These details will be used for LRS form pick up incase service is available, call at +91-22-42792127R if you need more information

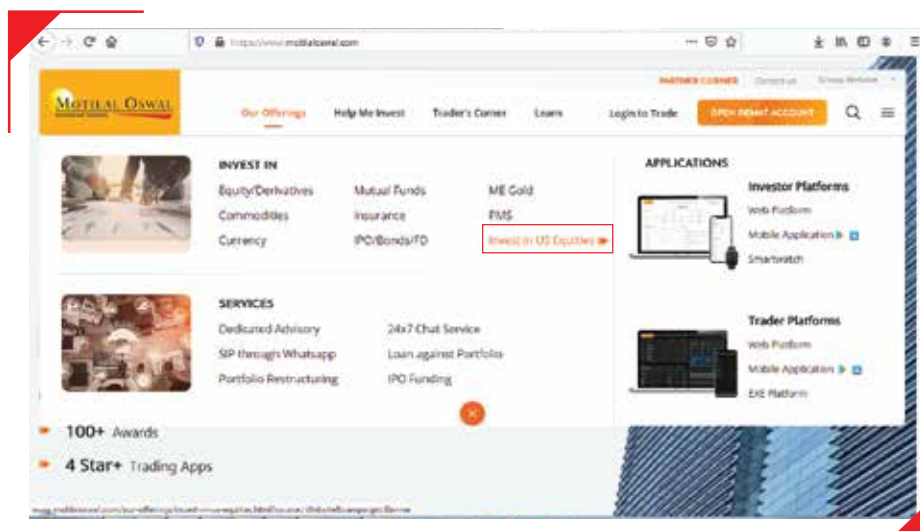
Below screen will be prompted once client submits all required documents. And it will show you pending status due to address proof review.

Once above producer are completed user will able to trade in US equities.

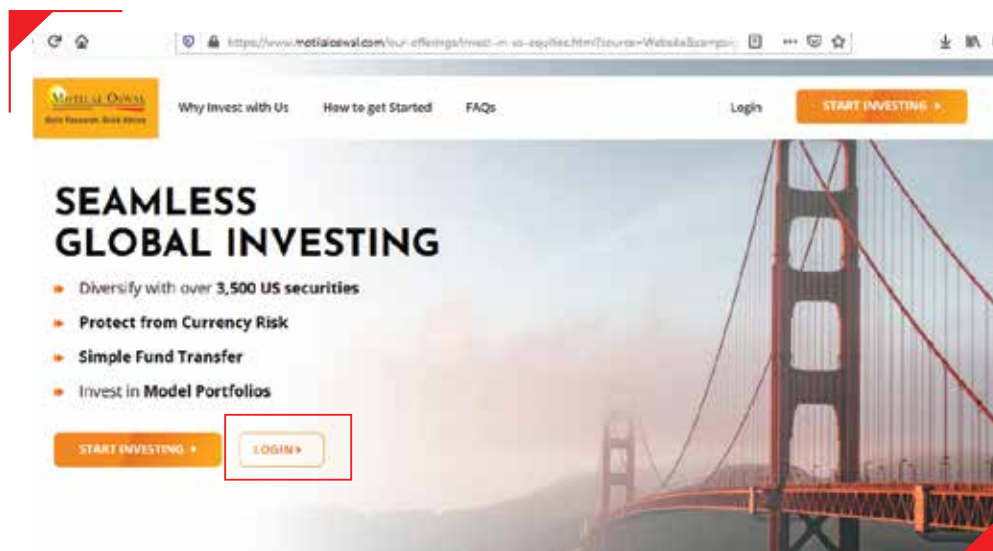


Existing user journey

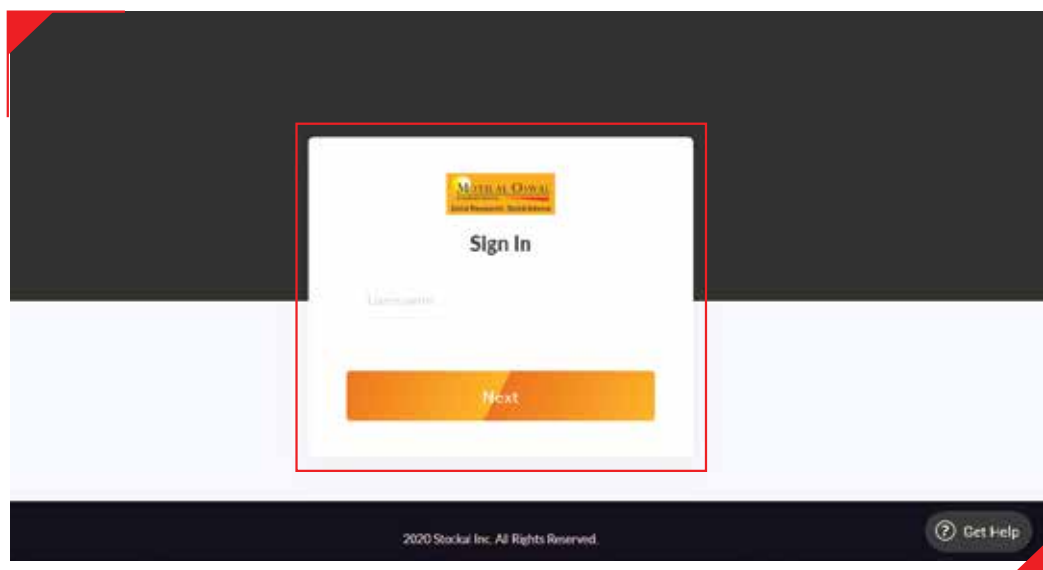
Click on “Invest in US Equities” under Our Offerings section in Web & Invest Now menu in App



Click on “Login” and in case of new User click on “Start Investing”



Sign in to start your investment journey



Click and watch the below videos to know more

[Onboarding & KYC Process](#) | [Adding Funds via LRS](#) | [Trading in U.S. equities](#) | [Key Features](#)

Taxation related FAQs

1. How much can I invest in US stocks from India?

Currently, you can invest up to USD 250,000 every year in foreign stocks from India. This amount can change, subject to RBI guidelines. Your investments in US securities are also governed by the same limit. Foreign investments fall under clearly defined RBI guidelines. The remittance of money for foreign investments comes under the Liberalized Remittance Scheme (LRS).

Under LRS an Individual can remit up to USD 250,000 per financial year to invest in foreign equities done through an authorized dealer (commonly, your bank). As per RBI policy, having a PAN card is required to purchase shares in foreign countries. For more information on LRS visit RBI website <https://www.rbi.org.in/>

2. Is there any tax implication on transfer / remittance of funds into Stockal platform for making investment in foreign securities?

Transfer of funds into an external platform would not result in any profit/gain as it involves only transfer of funds to self. Further no transaction has been undertaken / executed resulting in any transfer of any asset. 1.2. However, w.e.f. 1st October 2020, any foreign remittance by resident individuals under Liberalised Remittance Scheme framed by RBI may trigger TCS (Tax Collection at Source) provisions which requires collection of tax by an authorised dealer @5% (10% in case of non-PAN / Aadhar cases) where the total foreign remittance including transfer of funds exceeds INR 7,00,000 per annum. In this regard, transfer of funds into Stockal platform by way of foreign remittance may attract TCS. However, it is pertinent to note that AD would be liable to collect TCS @ 5% on the amount exceeding INR 7,00,000

3. What is the definition of Long-term Capital Asset (LTCA) and Short-term Capital Asset (STCA) w.r.t foreign listed securities? What are the tax rates if any capital gain (Long term or Short term) is accrued on sale of such Capital Assets / Securities?

The time period for which a particular capital asset is held by its owner decides whether that asset is a short-term capital asset or a long term capital asset. Shares of a company listed on foreign stock exchanges (unlisted securities for Income Tax purposes) shall be considered as LTCA if the same is held for more than 24 months while those held for 24 months or less shall be considered as STCA. Tax rate with respect to LTCG and STCG applicable on Indian resident has been provided below

Capital Gains Tax Rate

Particulars	Tax
Short Term Capital Gains	Slab rates (Plus applicable cess and surcharge)
Long Term Capital Gains	20% (Plus applicable cess and surcharge)

4. Am I liable to pay tax when I remit the funds back to India?

No, the tax incidence is on the event of transfer of securities by the Client on Stockal platform. The remittance of any funds lying outside India has no connection with the tax incidence.

5. Can I set off the losses incurred on transfer of foreign listed securities with my other income in India?

All Short-term capital losses arising on sale of foreign listed securities can be set off against both short term and long-term capital gains in India. However, any long term capital loss arising on sale of foreign listed securities can only be set off against long term capital gains in India. (Assuming there is no intraday trading)

6. Can I carry forward the losses incurred from dealing in foreign listed securities under Income Tax Act?

Yes. The losses arising from the sale of foreign listed securities can be carried forward up to eight consecutive years while losses from speculative business can be carried forward for a period of 4 years.

Losses	Can be Set off against	Can be Carried Forward up to
STCL	STCG or LTCG	8 years
LTCL	LTCG	8 years
Business Loss	Any other income except salary	8 years
Speculative business loss	Speculative Income	4 years

7. Can I take indexation benefit on transfer of foreign listed securities?

Indexation is a benefit given to adjust the cost of capital asset held for long term with respect to inflation. Since foreign securities are considered as unlisted, they must be held for at least 24 months to qualify as Long Term Capital Asset and avail indexation.

8. Is there a limit on maximum number of foreign securities to be held by an Indian Resident?

There is no maximum limit on the number of foreign securities that can be held by an Indian resident. However, under the LRS ('Liberalized Remittance Scheme) an amount up to USD 2,50,000 per resident individual can only be remitted outside India in one financial year (April – March).

9. Can a Resident Indian utilize more than the amount specified (USD 2,50,000) under LRS for buying foreign listed securities?

An Individual cannot remit more than USD 2,50,000 in one financial year under LRS scheme however, a resident individual investor who is not permanently resident in India after having remitted their entire earnings and salary, wish to further remit other income over and above the limit of USD 2,50,000, may approach RBI with documents through their AD bank for approval.

10. What is the tax on dividend received from foreign listed securities?

Interest received from foreign debt instruments will be subject to tax at normal slab rates for the Individuals and at applicable rates to Body Corporates as Income from Other Sources.

11. Do I need to pay tax on foreign dividend both in US and India? Can I claim credit for the taxes paid on such dividend in India?

Yes, tax needs to be paid on foreign dividend both in US and India. However, an Indian Resident individual can claim Tax credit of taxes paid in US by virtue of Double Taxation Avoidance Agreement (DTAA) entered into between India and US by filing a return of income in India. Maximum credit that can be availed is the amount of tax that should have been paid in India on the transaction if there is no DTAA.

12. Am I expected to report my holdings or gains in India on annual basis - even if I don't have a tax liability? If yes, under what section and what forms do I need to report the same in India?

Where a person is a ROR he/she is required to file his/her income tax return if the person has any kind of foreign assets. The reporting in this regard would be as follows:

1. Details of foreign assets and income from any source outside India – Schedule FA of the relevant Income Tax Return (ITR)
2. Details of Income from outside India (only in the case of resident and ordinarily resident) – Schedule FSI of the relevant ITR

13. What are the tax implications in India if I am a Non-Resident Indian (NRI) residing in any country other than USA?

Irrespective of the country where NRI resides, any income of a non-resident is chargeable to tax in India if it is accrued or received in India. As per ITA, deduction of expenditure or allowances is not available while computing investment income or long term capital gains. Also, indexation benefit is not available to an NRI while

14. Can I claim the fees and brokerage paid as a deduction for computing my capital gains tax in India?

Yes, any cost incurred on account of sale or transfer of asset is allowable as a deduction while computing the Capital Gains. However, it is pertinent to note that AUM charges and annual subscription charges incurred cannot be claimed as deduction as they are related to holding of capital asset and not in relation to transfer of capital asset.

15. What are the tax implications in India where my shares get vested with my nominee in case of my death?

There is no applicable estate duty in India on vesting of properties with the nominee in the event of death.

16. What are the TCS provisions (including thresholds, if any) in regards to the overseas investment made by an investor?

As per Finance Act, 2020, TCS @ 5% is applicable only if and when the foreign remittance in a Financial Year exceeds INR 7,00,000. It is pertinent to note here that TCS provisions on foreign remittance are applicable from 01-10-2020.



For any account opening or fund transfer related queries please contact **022-42792127** or write on **motilaloswal@stockal.com**

For any other assistance write to **swati.zele@motilaloswal.com**



The Physical & Digital of Investing



Motilal Oswal Financial Services Limited (MOFSL)* Member of NSE, BSE, MCX, NCDEX CIN No.: L67190MH2005PLC153397

Registered Office Address: Motilal Oswal Tower, Rahimtullah Sayani Road, Opposite Parel ST Depot, Prabhadevi, Mumbai-400025; Tel No.: 022-71934263; Website www.motilaloswal.com. Correspondence Office Address: Palm Spring Centre, 2nd Floor, Palm Court Complex, New Link Road, Malad (West), Mumbai- 400 064. Tel No: 022 7188 1000. Registration Nos.: Motilal Oswal Financial Services Limited (MOFSL)*: INZ000158836. (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412. AMFI: ARN - 146822; Investment Adviser: INA000007100; Insurance Corporate Agent: CA0579. Motilal Oswal Asset Management Company Ltd. (MOAMC): PMS (Registration No.: INP000000670); PMS and Mutual Funds are offered through MOAMC which is group company of MOFSL. Motilal Oswal Wealth Management Ltd. (MOWML): PMS (Registration No.: INP000004409) is offered through MOWML, which is a group company of MOFSL. • Motilal Oswal Financial Services Limited is a distributor of Mutual Funds, PMS, Fixed Deposit, Bond, NCDs, Insurance Products, Investment advisor and IPOs.etc • Real Estate is offered through Motilal Oswal Real Estate Investment Advisors II Pvt. Ltd. which is a group company of MOFSL. • Private Equity is offered through Motilal Oswal Private Equity Investment Advisors Pvt. Ltd which is a group company of MOFSL. • Research & Advisory services is backed by proper research. Please read the Risk Disclosure Document prescribed by the Stock Exchanges carefully before investing. There is no assurance or guarantee of the returns. PMS is not offered in Commodity Derivatives segment. Details of Compliance Officer: Name: Neeraj Agarwal, Email ID: na@motilaloswal.com, Contact No.:022-71881085. *MOSL has been amalgamated with Motilal Oswal Financial Services Limited (MOFSL) w.e.f August 21, 2018 pursuant to order dated July 30, 2018 issued by Hon'ble National Company Law Tribunal, Mumbai Bench. The information is only for consumption by the client and such material should not be redistributed. The securities quoted are exemplary and are not recommendatory. Brokerage will not exceed SEBI prescribed limit. Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for Securities Broking write to grievances@motilaloswal.com, for DP to dpgrievances@motilaloswal.com.

Such representations are not indicative of future results.

Investment in securities market are subject to market risks, read all the related documents carefully before investing.