



CIN: L85110KA1989PLC009968

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We are pleased to inform you that the Board of Directors at their Meeting held on April 23, 2024, has declared a final dividend of Rs. 70.00 per equity share of Rs. 10 each, for the financial year ended March 31, 2024. The payment of final dividend is subject to the approval of the shareholders in the ensuing 35th Annual General Meeting.

Pursuant to the Finance Act, 2020, dividend income is taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. The rate at which the dividend may be subject to withholding tax would vary depending on the residential status of shareholder and the documents submitted by them and accepted by the Company. Accordingly, the above referred dividend of Rs. 70.00 per equity share of Rs. 10 each will be paid after deducting the tax at source as follows:

Resident Shareholders

Particulars	Applicable Rate	Documents required
Any resident shareholder (with PAN)	10%*	Update valid PAN if not already done with depositories (in case of shares held in Demat mode) and with the Company's Registrar and Transfer Agent – Link Intime India Private Limited (in case of shares held in physical mode)
Any resident shareholder (without / invalid PAN)	20%*	
Resident individuals submitting Form 15G/ 15H	NIL	Declaration in Form 15G (applicable to any person other than a company or a firm) / Form 15H (applicable to an Individual who is 60 years and older), fulfilling certain conditions. <i>Annexure 1: Form 15G</i> <i>Annexure 2: Form 15 H</i>
Order under section 197 of the Act	Rate provided in the order	Lower/NIL withholding tax certificate obtained from Income Tax authorities.
Public & Other Insurance Companies	NIL	Documentary evidence that the provisions of section 194 of the Act are not applicable. <i>Annexure 3</i>
Persons Covered under Section 196 of the Act (e.g. Mutual Funds, Business Trust, Alternative Investment fund, Govt. etc.)	NIL	Documentary evidence that the person is covered under said Section 196 of the Act. <i>Annexure 3</i>

* Notwithstanding the above, tax would not be deducted on payment of dividends to **resident Individual shareholder**, if the total dividend to be paid in FY 2024-25 does not exceed INR 5,000.

Further, according to the provisions of Section 206AB of the Income Tax Act, 1961 (“Act”), effective from July 1, 2021, higher rates of tax would be deducted in case of payments to ‘specified persons’. A specified person means a person who has not filed the income tax return for the previous year immediately prior to the financial year in which tax is required to be deducted, for which the time limit for filing the return of income under Section 139(1) of the Act has expired; and the aggregate of tax deducted at source (‘TDS’) and tax collected at source (‘TCS’) is INR 50,000 or more in that previous year. Specified persons who have not submitted their Permanent Account Number (‘PAN’) as well as not filed their return of income tax shall be deducted at the higher of the two rates prescribed under Sections 206AA and 206AB of the Act.

A non-resident shareholder who does not have Permanent Establishment in India is excluded from the scope of ‘Specified Persons’.

As per section 139AA of the Income Tax Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar, shall be required to link the PAN with Aadhaar. In case of failure to comply to this, the PAN allotted shall be deemed to be invalid/inoperative and he shall be liable to all consequences under the Act and tax shall be deducted at higher rates as prescribed under the Act.

The Company will rely on the reports downloaded from the reporting portal of the income tax department for checking validity of PANs / inoperative PANs / specified persons under section 206AB of the Act.

Non-resident Shareholders

Particulars	Applicable Rate	Documents required
Non-resident shareholders	20% (plus applicable surcharge and cess) or treaty rate if all documents are available	<ul style="list-style-type: none"> a. Self-attested copy of the Permanent Account Number (PAN Card) allotted by the Indian Income Tax authorities. b. Self-attested copy of Tax Residency Certificate (TRC) obtained from the tax authorities of the country of which the shareholder is resident, valid for FY 24-25. c. Self-declaration in Form 10F executed in electronic mode from Income tax portal at eportal.incometax.gov.in. <i>Annexure 4: for a procedure to file electronic Form 10F and a draft thereof</i> d. Self-declaration confirming not having a Permanent Establishment in India and eligibility for Tax Treaty benefit (of FY 2024-25 or calendar year 2024) <i>Annexure 5</i> <p>TDS shall be recovered at 20% (plus applicable surcharge and cess) if any of the above-mentioned tax treaty documents are not provided.</p>
Submitting Order u/s 197 of the Income Tax Act, 1961 (Act)	Rate provided in the Order	Lower/NIL withholding tax certificate obtained from tax authority.

SUBMISSION OF TAX-RELATED DOCUMENTS:

Submission of Tax-Related documents:

The aforesaid documents, as applicable, may be submitted on or before **Wednesday, June 26, 2024**, to the following e-mail addresses, to enable the Company to determine the appropriate TDS/withholding tax rate applicable:

Resident shareholders Csgexemptforms2425@linkintime.co.in
Non-resident shareholders nriexemptforms@tataelxsi.com

Any communication on the tax determination/deduction received after Wednesday, June 26, 2024, shall not be considered. Documents sent to any other email IDs may lead to non-submission of documents and attract TDS as per the provisions of the Act.

Copies of the above-mentioned Forms are also available for download at the Company's website <https://www.tataelxsi.com/investors/corporate-announcements>.

It may be further noted that in case the tax on said dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/documents from you, there would still be an option available with you to file the return of income and claim an appropriate refund, if eligible.

No claim shall lie against the Company for such taxes deducted.

The tax credit can also be viewed in Form 26AS by logging in with your credentials (with valid PAN) at TRACES <https://www.tdscpc.gov.in/app/login.xhtml> or the e-filing website of the Income Tax department of India <https://www.incometaxindiaefiling.gov.in/home>.

UPDATION OF BANK ACCOUNT DETAILS:

Shareholders are requested to complete necessary formalities regarding their bank accounts attached to their Demat account to enable the Company to make timely credit of dividends in the respective bank accounts.

We request your cooperation in this regard.

Yours faithfully,

For Tata Elxsi Limited

**Sd/-
Cauveri Sriram
Company Secretary & Compliance Officer**