



## Communication on Tax deduction.

Hope you and your family members are safe and healthy.

We are pleased to inform you that the Board of Directors at their Meeting held on April 22, 2021 have declared a final dividend of Rs. 24 per equity share and a one-time special dividend of Rs. 24 per equity share for the financial year ended March 31, 2021, aggregating to Rs. 48 per equity share.

Pursuant to the changes introduced by the Finance Act 2020 ("Act"), w.e.f. April 1, 2020, dividends paid or distributed by a Company after April 1, 2020 shall be taxable in the hands of the shareholders. The Company shall therefore be required to deduct tax at source at the time of making the payment of the said Dividend.

The rate at which the dividend may be subject to withholding tax would vary depending on the residential status of the shareholder and the documents submitted by them and accepted by the Company. Accordingly, the above-referred dividend of Rs. 48 per equity share of Rs. 10 each will be paid after deducting the tax at source as follows:

### **Resident Shareholder**

It may be noted tax would not be deducted on payment of dividend to resident Individual shareholder, if total dividend to be paid in a financial year does not exceed Rs. 5,000.

*Please click the below links to download the forms for Resident shareholders*

[Form 15G](#)

[Form 15H](#)

Where the dividend payable exceeds Rs. 5,000 for FY 2021-22, please refer to the table below for the details:

Particulars	Applicable Rate	Documents required (if any)
With PAN	10%	<b>Demat Holding</b> - Update the PAN, and the residential status as per Income Tax Act, 1961 if not already done, with the respective depository participant. <b>Physical Holding</b> - Update the PAN and the residential status as per Income Tax Act, 1961 if not already done, with the Company's Registrar and Transfer Agents - TSR Darashaw Consultants India Private Limited.
	NIL	<b>Form 15G</b> (applicable to any person other than a Company or a Firm) / <b>Form 15H</b> (applicable to an Individual above the age of 60 years), as per the attached Formats, provided that all the required eligibility conditions are met.
Without PAN/ Invalid PAN	20%	-

**TATA ELXSI**

Registered Office: **Tata Elxsi Limited**, ITPB Road, Whitefield, Bangalore – 560 048 India

Tel +91 80 2297 9123 Fax +91 80 2841 1474

[www.tataelxsi.com](http://www.tataelxsi.com)

CIN L85110KA1989PLC009968



Submitting Order under Section 197 of the Income Tax Act, 1961 (Act)	Rate provided in the Order	Lower/NIL withholding tax certificate obtained from tax authority.
Shareholders (e.g. LIC, GIC) for whom Section 194 of the Act is not applicable)	NIL	Declaration that it has full beneficial interest with respect to the shares owned by it along with PAN
Category I and II Alternative Investment Fund	NIL	A declaration that the AIFs are registered under SEBI as per SEBI Regulations.
Persons covered under Section 196 of the Act (e.g. Mutual Funds, Govt.)	NIL	Certificate of registration u/s 10(23D) issued by the appropriate authority along with PAN, documentary evidence that the person is covered under said Section 196 of the Act.

### Non - Resident Shareholders

As per Section 90 of the Income Tax Act, the non-resident shareholder has the option to be governed by the provisions of the Double Tax Avoidance Treaty between India and the country of tax residence of the shareholder, if they are more beneficial to them. Please refer to the below table for details of documents to avail Tax Treaty benefits.

*Please click the below links to download the forms for Non-Resident shareholders*

#### Form 10F

[No PE and Beneficial Ownership Declaration – Corporate Shareholder](#)

[No PE and Beneficial Ownership Declaration – Non-Corporate Shareholder](#)

Particulars	Applicable Rate	Documents required (if any)
Non-resident shareholders (including Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs))	20% (plus applicable surcharge and cess) <b>OR</b> Tax Treaty Rate (whichever is lower)	<p><b>a)</b> Self-attested copy of the Permanent Account Number (<b>PAN Card</b>) allotted by the Indian Income Tax authorities.</p> <p><b>b)</b> Self-attested copy of <b>Tax Residency Certificate (TRC)</b> obtained from the tax authorities of the country of which the shareholder is resident, valid for FY 20-21.</p> <p><b>c)</b> Self-declaration in <b>Form 10F</b> (attached herewith)</p> <p><b>d)</b> Self-declaration by the non-resident shareholder of having <b>no Permanent Establishment</b> in India in accordance with the applicable Tax Treaty.</p> <p><b>e)</b> Self-declaration of <b>Beneficial ownership</b> by the non-resident shareholder (draft format attached herewith).</p>



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The aforesaid documents, as applicable, should be received by email on or before 11.59 PM (IST) - June 11, 2021 to the following e-mail addresses, to enable the Company to determine the appropriate TDS/withholding tax rate applicable.

1. **Resident shareholders - [csq-exemptforms2122@tcplindia.co.in](mailto:csq-exemptforms2122@tcplindia.co.in)**
2. **Non-resident shareholders - [nriexemptforms@tataelxsi.com](mailto:nriexemptforms@tataelxsi.com)**

No communication on the tax determination/deduction received post June 11, 2021 shall be considered for payment of Dividend.

If the tax on said Dividend is deducted at a higher rate in absence of receipt of or satisfactory completeness of the afore-mentioned details/documents by June 11, 2021, the shareholder may claim an appropriate refund in the return of income filed with their respective Tax authorities.

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

Post payment of the said Dividend, shareholders will also be able to see the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://incometaxindiaefiling.gov.in>

We request your cooperation in this regard.

**For Tata Elxsi Limited**

G Vaidyanathan  
**General Counsel and Company Secretary**

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