



## **INFORMATION ON TAX DEDUCTIBLE AT SOURCE ON DIVIDEND**

In accordance with the provisions of the Income tax Act, 1961, (Act) as amended by the Finance Act, 2020, effective April 1, 2020, dividend declared and paid by a Company is taxable in the hands of the shareholders. The Company is required to deduct tax at source (TDS) at the rates applicable to each category of shareholders. The rates of TDS for various categories of shareholders and the required documents are provided below: -

### **Resident Shareholders:**

1. Tax shall not be deducted for resident individual shareholders, if the aggregate amount of dividend to be paid for FY 2020-21 does not exceed ₹ 5,000/-.
2. Where, Permanent Account Number (PAN) is made available to the Company and is valid,
  - Tax shall be deducted at source in accordance with Section 194 of the Act @ 7.5%.
  - Tax at source shall not be deducted on the dividend payable in cases where the Individual shareholder provides duly completed and signed Form 15G or Form 15H (applicable to an individual above the age of 60 years), provided that all the eligibility conditions are met. Form 15G and Form 15H are appended herein below (**Refer Annexures I and II**).
  - The tax shall be deductible at lower / Nil rate on submission of self-attested copy of the Certificate issued under section 197 of the Act.
3. Where PAN is either not available or is invalid, tax shall be deducted at source @ 20% under Section 206AA of the Act.
4. In order to provide exemption from withholding of tax, the following organisations must provide a self-declaration as listed below:
  - Insurance Companies : A declaration that they are beneficial owners of the shares held;
  - Mutual Funds: A declaration that they are governed by the provisions of Section 10(23D) of the Act along with copy of registration documents (self-attested);
  - Corporation established by or under a Central Act which is under any law for the time being in force, exempt from income- tax on its income - Documentary evidence that the person is covered under section 196 of the Act.

### **Non-Resident Shareholders:**

1. Tax is required to be deducted in accordance with the provisions of Section 195 of the Act at applicable rates in force. Accordingly, tax @ 20% (plus applicable surcharge, and health and education cess) shall be deducted on the amount of dividend payable. The tax shall be deducted at lower / Nil rate on submission of self-attested copy of the certificate issued under section 195(3) of the Act.
2. However, pursuant to Section 90(2) of the Act, non-resident shareholders has an option to be governed by the provisions of Double Tax Avoidance Agreement (DTAA) between India and the country of tax residence of the shareholder, if such DTAA provisions are more beneficial to them.

To avail of DTAA benefits, the non-resident shareholder shall furnish the following documents not later than **5.00 p.m. (IST) on Tuesday, 22<sup>nd</sup> September, 2020 to Link Intime India Private Limited (LIPL), RTA of the Company:**

- Self-attested copy of PAN allotted by the Indian income tax authorities;
- Self-attested Tax Residency Certificate (TRC) issued by the tax/competent authority of the country of residency, evidencing and certifying tax residency status in that country during FY 2020-21;
- Duly completed and signed Form 10F (**Refer Annexure III**); and
- Self-declaration by the non-resident shareholder (**Refer Annexure IV**). The above documents is in a language other than English, a duly notarized and apostilled copy thereof, translated in English language would have to be provided.

The Company is not obligated to apply the beneficial DTAA rates at the time of tax deduction/withholding on dividend amounts. Application of beneficial DTAA rate shall depend upon the completeness of the documents submitted by the Non-Resident shareholder and satisfactory review by the Company.

The tax shall be deducted at source @ 20% (plus applicable surcharge and cess) on dividend paid to Foreign Institutional Investors and Foreign Portfolio Investors under section 196D of the Act.

### **For all Shareholders:**

Shareholders holding shares under multiple accounts under different status/category and single PAN, are requested to note that higher of the tax rate as applicable to the status in which shares held under a PAN will be considered on their entire holding in different accounts.

In view of the prevailing COVID-19 situation, only scanned copies of the aforementioned documents will be accepted by the Company as per the procedure laid down. Duly completed and signed documents are required to be uploaded through the link

<https://www.linkintime.co.in/formsreg/submission-of-form-15g-15h.html> submitted to the to LIPL **on or before 5.00 p.m. (IST) on Tuesday, 22<sup>nd</sup> September, 2020**, in order to enable the Company to determine and deduct appropriate TDS / withholding tax.

On clicking the above link, the user will be prompted to select/share the following information to register their request:

1. Select the company (Dropdown)
2. Folio No./ DP-Client ID
3. PAN
4. Financial year (Dropdown)
5. Form selection
6. Document attachment - 1 (PAN)
7. Document attachment - 2 (Forms)
8. Document attachment - 3 (Any other supporting document)

Please note that no communication on tax determination / deduction shall be entertained **after 5.00 p.m. (IST) on Tuesday, 22<sup>nd</sup> September, 2020**. Documents received through any other modes viz. email or hand delivery will not be considered to determine/deduct TDS/withholding tax.

Shareholders are requested to note that in case tax on dividend is deducted at a higher rate on account of non-receipt or insufficiency of requisite documents, they can claim refund at the time of filing income tax return. No claim shall lie against the Company for such tax deducted.

Shareholders may view the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://incometaxindiaefiling.gov.in>.

Shareholders are requested to update their PAN and email address with their DPs (for shares held in demat mode) and with LIPL (for shares held in physical mode), if not already done.

*Disclaimer: This Communication shall not be treated as an advice from the Company or its affiliates or Link Intime India Private Limited. Shareholders should obtain the tax advice related to their tax matters from a tax professional.*

**Annexure-I**

<b>Name of the Company</b>	<b>FORCE MOTORS LIMITED</b>
<b>DP ID - Client ID/Folio No.</b>	

**FORM NO.15G**

[See section 197A(1), 197A(1A) [e-form] and rule 29C]

Declaration under section 197A(1) and section 197A(1A) to be made by an individual or a person (not being a company or firm) claiming certain incomes without deduction of tax

**P A R T I**

1. Name of Assessee (Declarant)		2. PAN or Aadhar number of the Assessee <sup>1</sup>		
3. Status <sup>2</sup>		4. Previous year (P.Y.) <sup>3</sup> (for which declaration is being made)		5. Residential Status <sup>4</sup>
6. Flat/Door/Block No.	7. Name of Premises	8. Road/Street/Lane	9. Area/Locality	
10. Town/City/District	11. State	12. PIN	13. Email	
14. Telephone No. (with STD Code) and Mobile No.		15. (a) Whether assessed to tax under the Income-Tax Act, 1961 <sup>5</sup> :		
		Yes		No
		(b) If yes, latest assessment year for which assessed		
16. Estimated income for which this declaration is made		17. Estimated total income of the P.Y. in which income mentioned in column 16 to be included <sup>6</sup>		
18. Details of Form No.15G other than this form filed during the previous year, if any <sup>7</sup>				
Total No. of Form No.15G filed		Aggregate amount of income for which Form No.15G filed		
19. Details of income for which the declaration is filed				
Sl. No.	Identification number of relevant investment/ accounts, etc. <sup>8</sup>	Nature of income	Section under which tax is deductible	Amount of income

**Signature of the Declarant<sup>9</sup>**

**Declaration/Verification<sup>10</sup>**

\*I/We \_\_\_\_\_ do hereby declare that to the best of \*my/our knowledge and belief what is stated above is correct, complete and is truly stated.

\*I/We declare that the incomes referred to in this Form are not includible in the total income of any other person under sections 60 to 64 of the Income-tax Act, 1961.

\*I/We further declare that the tax \*on my/our estimated total income including \*income/incomes referred to in column 16 \* and aggregate amount of \*income/incomes referred to in column 18 computed in accordance with the provisions of the Income-tax Act, 1961, for the previous year ending on. 31st March 2021 relevant to the assessment year 2021-2022 will be nil.

\*I/We also declare that \* my/our \*income/incomes referred to in column16 and the aggregate amount of income/incomes referred to in column 18 for the previous year ending on 31st March, 2021 relevant to the assessment year 2021-2022 .will not exceed the maximum amount which is not charge-able to income-tax.

**Place:** .....

**Date:** .....

**Signature of the Declarant<sup>9</sup>**

1. Substituted by IT (Fourteenth Amendment) Rules 2015, w.e.f. 1-10-2015. Earlier Form No.15G was inserted by the IT (Fifth Amendment) Rules, 1982, w.e.f. 21-6-1982 and later on amended by the IT (Fifth Amendment) Rules, 1989, w.e.f. 1-4-1988, IT (Fourteenth Amendment) Rules, 1990, w.e.f. 20-11-1990 and IT (Twelfth Amendment) Rules, 2002, w.e.f. 21-6-2002 and substituted by the IT (Eighth Amendment) Rules, 2003, w.e.f. 9-6-2003 and IT (Second Amendment) Rules, 2013, w.e.f. 19-2-2013.
2. Substituted for "PAN" by the IT(Twelfth Amdt.) Rules, 2019, w.r.e.f. 1-9-2019.

**Part II**

**[To be filled by the person responsible for paying the income referred to in column 16 of Part I]**

1. Name of the person responsible for paying	2. Unique Identification No. <sup>11</sup>	
3. PAN or Aadhaar Number of the person responsible for paying	4. Complete Address	5. TAN of the person responsible for paying
6. Email	7. Telephone No. (with STD Code) and Mobile No.	
	8. Amount of income paid <sup>12</sup>	
9. Date on which Declaration is received(DD/MM/YYYY)	10. Date on which the income has been paid/credited (DD/MM/YYYY)	

**Place:** .....

**Date:**.....

**Signature of the person responsible for paying the income referred to in column16 of Part I**

\*Delete whichever is not applicable.

- 1 As per provisions of section 206AA(2), the declaration under section 197A(1) or 197A(1A) shall be invalid if the declarant fails to furnish his valid Permanent Account Number (PAN) or Aadhaar Number.
- 2 Declaration can be furnished by an individual under section 197A(1) and a person (other than a company or a firm) under section 197A(1A).
- 3 The financial year to which the income pertains.
- 4 Please mention the residential status as per the provisions of section 6 of the Income-tax Act, 1961.
- 5 Please mention "Yes" if assessed to tax under the provisions of Income-tax Act, 1961 for any of the assessment year out of six assessment years preceding the year in which the declaration is filed.
- 6 Please mention the amount of estimated total income of the previous year for which the declaration I is filed including the amount of income for which this declaration is made.
- 7 In case any declaration(s) in Form No.15G is filed before filing this declaration during the previous year, mention the total number of such Form No.15G filed along with the aggregate amount of income for which said declaration(s) have been filed.
- 8 Mention the distinctive number of shares, account number of term deposit, recurring deposit, National Savings Schemes, life insurance policy number, employee code, etc.
- 9 Indicate the capacity in which the declaration is furnished on behalf of a HUF, AOP, etc.
- 10 Before signing the declaration/verification, the declarant should satisfy himself that the information furnished in this form is true, correct and complete in all respects. Any person making a false statement in the declaration shall be liable to prosecution under section 277 of the Income-tax Act, 1961 and on conviction be punishable-
  - (i) In a case where tax sought to be evaded exceeds twenty-five lakh rupees, with rigorous imprisonment which shall not be less than six months but which may extend to seven years and with fine;
  - (ii) In any other case, with rigorous imprisonment which shall not be less than three months but which may extend to two years and with fine.
- 11 The person responsible for paying the income referred to in column 16 of Part I shall allot a unique identification number to all the Form No.15G received by him during a quarter of the financial year and report this reference number along with the particulars prescribed in Rule 31A(4)(vii) of the Income-tax Rules, 1962 in the TDS statement furnished for the same quarter. In case the person has also received Form No.15H during the same quarter, please allot separate series of serial number for Form No.15G and Form No.15H.
- 12 The person responsible for paying the income referred to in column 16 of Part I shall not accept the declaration where the amount of income of the nature referred to in sub-section (1) or sub-section (1A) of Section 197A or the aggregate of the amounts of such income credited or paid or likely to be credited or paid during the previous year in which such income is to be included exceeds the maximum amount which is not chargeable to tax. For deciding the eligibility, he is required to verify income or the aggregate amount of incomes, as the case may be, reported by the declarant in columns 16 and 18.

## Annexure - II

<b>Name of the Company</b>	<b>FORCE MOTORS LIMITED</b>
<b>DP ID - Client ID/Folio No.</b>	

### FORM NO. 15H

[See Section 197A(1C) and rule 29C]

[e-Form]

**Declaration under Section 197A(1C) to be made by an individual who is of the age of sixty years or more claiming certain incomes without deduction of tax.**

### PART I

1. Name of Assessee (Declarant)	2. Permanent Account Number or Aadhaar Number of the Assessee <sup>1</sup>	3. Date of Birth <sup>2</sup> (DD/MM/YYYY)	
4. Previous year (P.Y.) <sup>3</sup> (for which declaration is being made)	5. Flat/Door/Block No.		6. Name of Premises
7. Road/Street/Lane	8. Area/Locality	9. Town/City/District	10. State
11. PIN	12. Email	13. Telephone No. (with STD Code) and Mobile No.	
14 (a) Whether assessed to tax <sup>4</sup> :		Yes	No
(b) If yes, latest assessment year for which assessed			
15. Estimated income for which this declaration is made			
16. Estimated total income of the P.Y. in which income mentioned in column 15 to be included <sup>5</sup>			
17. Details of Form No.15H other than this form filed for the previous year, if any <sup>6</sup>			
Total No. of Form No.15H filed		Aggregate amount of income for which Form No.15H filed	
18. Details of income for which declaration is filed.			
Sl. No.	Identification number of relevant investment/account, etc. <sup>7</sup>	Nature of income	Section under which tax is deductible
			Amount of income

*Signature of the Declarant*

### Declaration/Verification<sup>8</sup>

I \_\_\_\_\_ do hereby declare that I am resident in India within the meaning of Section 6 of the Income-tax Act, 1961. I also hereby declare that to the best of my knowledge and belief what is stated above is correct, complete and is truly stated and that the incomes referred to in this form are not includible in the total income of any other person under Sections 60 to 64 of the Income-tax Act, 1961. I further declare that the tax on my estimated total income including \*income/incomes referred to in column 15\* and aggregate amount of \*income/incomes referred to in column 17 computed in accordance with the provisions of the Income-tax Act, 1961, for the previous year ending on 31st March, 2021 relevant to the assessment year 2021-2022 will be nil.

**Place:** .....

**Date:**.....

**Signature of the Declarant**

1. Substituted by the IT (Fourteenth Amendment) Rules, 2015, w.e.f. 1-10-2015. Earlier Form No. 15H was amended by the IT (Fifth Amendment) Rules, 1982, w.e.f. 21-6-1982, IT (Fifth Amendment) Rules, 1989, w.e.f. 1-4-1988, IT (Fourteenth Amendment) Rules, 1990, w.e.f. 20-11-1990, IT (Twelfth Amendment) Rules, 1992, w.e.f. 1-6-1992, IT (Seventh Amendment) Rules, 1995, w.e.f. 1-7-1995, IT (Thirty-second Amendment) Rules, 1999, w.e.f. 19-11-1999, IT (Twelfth Amendment) Rules, 2002, w.e.f. 21-6-2002, IT (Eighth Amendment) Rules, 2003, w.e.f. 9-6-2003, IT (Fourteenth Amendment) Rules, 2003, w.e.f. 1-8-2003 and IT (Second Amendment) Rules, 2013, w.e.f. 19-2-2013.
2. Substituted for "PAN" by the IT(Twelfth Amdt.)Rules, 2019, w.r.e.f. 1.9.2019

**PART II**

**[To be filled by the person responsible for paying the income referred to in column 15 of Part I]**

1. Name of the person responsible for paying		2. Unique Identification No. <sup>9</sup>
3. Permanent Account Number or Aadhaar Number of the person responsible for paying		4. Complete Address
5. TAN of the person responsible for paying		6. Email
7. Telephone No. (with STD Code) and Mobile No.		8. Amount of income paid <sup>10</sup>
9. Date on which Declaration is received(DD/MM/YYYY)		10. Date on which the income has been paid/credited (DD/MM/YYYY)

**Place:** .....

**Signature of the person responsible for paying the income referred to in column 15 of Part I**

**Date:**.....

\*Delete whichever is not applicable.

1. As per provisions of section 206AA(2), the declaration under section 197A(1C) shall be invalid if the declarant fails to furnish his valid Permanent Account Number or Aadhaar Number.
2. Declaration can be furnished by a resident individual who is of the age of 60 years or more at any time during the previous year.
3. The financial year to which the income pertains.



4. Please mention "Yes" if assessed to tax under the provisions of Income-tax Act, 1961 for any of the assessment year out of six assessment years preceding the year in which the declaration is filed.
5. Please mention the amount of estimated total income of the previous year for which the declaration is filed including the amount of income for which this declaration is made.
6. In case any declaration(s) in Form No. 15H is filed before filing this declaration during the previous year, mention the total number of such Form No. 15H filed along with the aggregate amount of income for which said declaration(s) have been filed.
7. Mention the distinctive number of shares, account number of term deposit, recurring deposit, National Savings Schemes, life insurance policy number, employee code, etc.
8. Before signing the declaration/verification, the declarant should satisfy himself that the information furnished in this form is true, correct and complete in all respects. Any person making a false statement in the declaration shall be liable to prosecution under Section 277 of the Income-tax Act, 1961 and on conviction be punishable:
  - (i) in a case where tax sought to be evaded exceeds twenty-five lakh rupees, with rigorous imprisonment which shall not be less than six months but which may extend to seven years and with fine;
  - (ii) in any other case, with rigorous imprisonment which shall not be less than three months but which may extend to two years and with fine.
9. The person responsible for paying the income referred to in column 15 of Part I shall allot a unique identification number to all the Form No. 15H received by him during a quarter of the financial year and report this reference number along with the particulars prescribed in rule 31A(4)(vii) of the Income-tax Rules, 1962 in the TDS statement furnished for the same quarter. In case the person has also received Form No.15G during the same quarter, please allot separate series of serial number for Form No.15H and Form No.15G.
10. The person responsible for paying the income referred to in column 15 of Part I shall not accept the declaration where the amount of income of the nature referred to in section 197A(1C) or the aggregate of the amounts of such income credited or paid or likely to be credited or paid during the previous year in which such income is to be included exceeds the maximum amount which is not chargeable to tax after allowing for deduction(s) under Chapter VI-A, if any, or set off of loss, if any, under the head "income from house property" for which the declarant is eligible. For deciding the eligibility, he is required to verify income or the aggregate amount of incomes, as the case may be, reported by the declarant in columns 15 and 17.

**1[Provided** that such person shall accept the declaration in a case where income of the assessee, who is eligible for rebate of income-tax under section 87A, is higher than the income for which declaration can be accepted as per this note, but his tax liability shall be nil after taking into account the rebate available to him under the said section 87A.]

<b>Name of the Company</b>	<b>FORCE MOTORS LIMITED</b>
<b>DP ID - Client ID/Folio No.</b>	

**FORM NO. 10F**

[See sub-rule (1) of rule 21AB]

Information to be provided under sub-section (5) of section 90 or  
sub-section (5) of section 90A of the Income-tax Act, 1961

I \_\_\_\_\_ \*son/daughter of Shri. \_\_\_\_\_ in the capacity of  
\_\_\_\_\_ (designation) do provide the following information, relevant to the previous  
Year \_\_\_\_\_ \*in my case/in the case of \_\_\_\_\_  
\_\_\_\_\_ (Name of the Party) for the purposes of sub-section (5) of \* section 90/section 90A: -

<b>Sl. No.</b>	<b>Nature of information</b>	<b>Details #</b>
(i)	Status (individual, company, firm etc.) of the assessee	:
(ii)	Permanent Account Number or Aadhaar Number of the assessee if allotted	:
(iii)	Nationality (in the case of an individual) or Country or specified territory of incorporation or registration (in the case of others)	:
(iv)	Assessee's tax identification number in the country or specified territory of residence and if there is no such number, then, a unique number on the basis of which the person is identified by the Government of the country or the specified territory of which the assessee claims to be a resident	:
(v)	Period for which the residential status as mentioned in the certificate referred to in sub-section (4) of section 90 or sub-section (4) of section 90A is applicable	:
(vi)	Address of the assessee in the country or territory outside India during the period for which the certificate, mentioned in (v) above, is applicable	:

2. I have obtained a certificate referred to in sub-section (4) of section 90 or sub-section (4) of section 90A from the Government of \_\_\_\_\_ (name of country or specified territory outside India)

**Signature:** \_\_\_\_\_

**Name:** \_\_\_\_\_

**Address:** \_\_\_\_\_

**Permanent Account Number or Aadhaar Number:** \_\_\_\_\_

**Verification**

I \_\_\_\_\_ do hereby declare that to the best of my knowledge and belief what is stated above is correct, complete and is truly stated.

Verified today the \_\_\_\_\_ day of \_\_\_\_\_

**Signature of the person providing the information**

**Place:** .....

**Notes:**

1 \*Delete whichever is not applicable.

2 #Write N.A. if the relevant information forms part of the certificate referred to in sub-section (4) of section 90 or sub-section (4) of section 90A.

&lt;letterhead&gt;

Date: \_\_\_\_ / \_\_\_\_ /2020

To,  
**Force Motors Limited**  
**Mumbai Pune Road,**  
**Akurdi,**  
**Pune – 411035 (Maharashtra)**

Dear Sir / Madam,

Sub: Declaration provided to Force Motors Limited for claiming the tax treaty benefits for the Payment of Dividend during FY 2020-2021

For the purpose of determination of tax liability u/s. 195 of the [Indian] Income-tax Act, 1961, I/We hereby certify that -

Nature of information	Details
Name of the Shareholder	
Folio No/DPID & Client ID	
Address in the country of residence	
Email i.d.	
Contact number	
Status	Company / LLP / Partnership / Trust / Individual / Others
Tax identification number in the country of residence	

- I/We, \_\_\_\_\_ << Name of the shareholder >> is a tax resident of \_\_\_\_\_ <<Country of Residence>> and are eligible to claim benefits of the India - \_\_\_\_\_ << Insert country>> Double Tax Avoidance Agreement (DTAA), read with the provisions laid down in Multilateral Instrument (MLI), wherever applicable, including but not limited to, satisfaction of the "Principal Purpose Test" provided in such MLI.  
 \_\_\_\_\_ << Name of the shareholder >> will continue to maintain the "tax resident" status in his/ her / its respective country for the application of the provisions of the India- \_\_\_\_\_ <<Country of Residence>> DTAA, during the financial year 2020-2021.
- I/We, \_\_\_\_\_ <<Name of the shareholder >> are the beneficial owner of the shares allotted in above folio no. as well as of the dividend arising from such shareholding.
- The claim of benefits by \_\_\_\_\_ << Name of the Shareholder>> is not impaired in any way.

4. I/We further declare that I/we have the right to use and enjoy the dividend received/ receivable from the above shares and such right is not constrained by any contractual and/ or legal obligation to pass on such dividend to another person.
5. I/We either do not have a taxable presence, fixed base or Permanent Establishment (P.E.) in India or Dividend income earned by us is not attributable/effectively connected to the our P.E. in India as defined under the Income Tax Act, 1961 and DTAA between India and \_\_\_\_\_ <Name of Country> read with the provisions laid down in Multilateral Instruments (MLI), wherever applicable, during the financial year \_\_\_\_\_ <<<Year>>>.
6. I/We acknowledge our obligation to inform you immediately forthwith with necessary details and change in the status.

I/We hereby certify that declarations made above are true and bona fide. We also undertake to provide all additional documents/ information, as may be prescribed / required by the Indian Revenue authorities, in order to substantiate any of the above aspects.

I/We further agree to indemnify Force Motors Limited any liability (including tax, interest and penalty) arising on account of misrepresentation of any of the above aspects by us, including denial of tax treaty benefit (read with MLI) to us, by relying on our above statements/ documents.

Thanking you,

Yours Sincerely,

For \_\_\_\_\_ <Name of the Shareholder>

\_\_\_\_\_  
**Name: <insert authorised person name>**  
**<Insert designation>**