



FML: SEC: F-42 (16)

1st August, 2025

To, BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001.	To, National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor, Plot No.C-1, G Block Bandra-Kurla Complex, Bandra (East), Mumbai 400 051.
Scrip Code: 500033	NSE Symbol: FORCEMOT

Sub.: Communication to Shareholders by Force Motors Limited– Intimation on Tax Deduction at source (TDS) on Dividend for FY 2024-25.

Dear Sir / Madam,

In accordance with the provisions of the Income tax Act, 1961, (the “IT Act”), dividend income is taxable in the hands of the shareholders. In this regard, please find enclosed specimen email communication which has been sent by the Company today i.e. **1st August, 2025**, to all the shareholders whose email addresses are registered with the Company/ Company’s Registrar and Share Transfer Agent viz. MUFG Intime India Private Limited (*formerly Link Intime India Private Limited*), inter alia, indicating the rates of TDS applicable for various categories of shareholders, process and documentation required for claiming tax exemption on dividend income.

This intimation is also being uploaded on the website of the Company at www.forcemotors.com.

Kindly take the same on your records.

Thanking you,
Yours faithfully,

For Force Motors Limited

Rohan Sampat
Company Secretary & Compliance Officer
M. No.: 33820

Encl: A/a

FORCE MOTORS LIMITED

CIN L34102PN1958PLC011172

Regd. Office : Mumbai-Pune Road, Akurdi, PUNE – 411 035, INDIA. Tel. : (+91) 20 2747 63 81
Visit us at : www.forcemotors.com



FORCE MOTORS LIMITED

Regd. Office : Mumbai-Pune Road, Akurdi, Pune – 411 035 Maharashtra.

CIN : L34102PN1958PLC011172 | **Tel. No. :** 020 – 27476381.

E-mail : compliance-officer@forcemotors.com | **Website :** www.forcemotors.com

01st August, 2025

Name of the Shareholder:

Ref: Folio Number / DP ID & Client ID Number :

Dear Shareholder,

Sub: Force Motors Limited – Deduction of tax at source on Dividend.

We hope that you and your family are doing well and are safe and healthy.

The Board of Directors of Force Motors Limited (the Company) at its meeting held on 25th April, 2025 have declared a Final Dividend of Rs. 40 (i.e. 400%) per Equity Share of Face value of Rs. 10 per share for the Financial Year ended on 31st March, 2025, subject to the approval of the Shareholders of the Company at the ensuing 66th Annual General Meeting ('AGM'). The record date for determining the eligibility of Members for payment of dividend will be intimated separately to the Stock Exchanges. The final dividend would be paid to the eligible Shareholders as per the statutory timelines, if approved at the AGM.

In accordance with the provisions of the Income tax Act, 1961, (the "IT 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 2025-26 does not exceed Rs. 10,000/-.
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 IT Act @ 10%.

- 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.
- The tax shall be deductible at lower / Nil rate on submission of self-attested copy of the Certificate issued under section 197 of the IT Act.
- 3. Where PAN is either not available or is invalid or is inoperative, tax shall be deducted at source @ 20% under Section 206AA of the IT Act.
- 4. In order to provide exemption from withholding of tax, the following organisations must provide certified true copy of their PAN card, certificate of Registration certificate and 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 IT 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 IT Act.
 - Alternative Investment Fund (AIF) established in India: Self-declaration that they are specified in Section 10 (23FBA) of the Act and established as Category I or II AIF under the SEBI regulations along with self-attested copy of PAN card and registration certificate issued by SEBI.
 - New Pension System Trust: Self-declaration that they are governed by the provisions of section 10(44) [subsection 1E to section 197A] of the Act along with self-attested copy of PAN card and registration certificate issued by IRDA.

Non-Resident Shareholders:

1. Tax is required to be deducted in accordance with the provisions of Section 195 of the IT Act and Section 196D of the IT 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 IT Act.
2. However, pursuant to Section 90(2) of the IT 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 **the record date, to MUFG Intime India Pvt Ltd (formerly Link Intime India Private Limited)**, RTA of the Company: -

- Self-attested copy of PAN allotted by the Indian income tax authorities. In case PAN is not available, the Non-resident shareholder shall furnish (a) Name, (b) contact id, (c) email id, (d) address in the residency country, (e) Tax identification number of residency country;
- Self-attested copy of 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 2025-2026; and
- Electronically generated Form 10F from the link <https://eportal.incometax.gov.in/>; and
- Self-declaration by the non-resident shareholder confirming not having a Permanent Establishment in India and eligible to Tax treaty benefit (of F.Y. 2025-2026 or calendar year 2025) (format attached);
- In case of Foreign Institutional Investors and Foreign Portfolio Investors, self attested copy of SEBI registration certificate.

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 IT Act.

TDS to be deducted at Higher rate in case of Aadhar is not linked with PAN:

As per Section 139AA of the Income Tax Act, every person who has been allotted a PAN and who is eligible to obtain Aadhar, shall be required to link the PAN with Aadhar. 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 be relying on the information verified by the utility available on the Income Tax website.

For all Shareholders:

Payment of Dividend:

- Nil TDS for resident shareholders in case the total dividend paid is up to Rs. 10,000/- or in case Form 15G / Form 15H (as applicable) is submitted along with self-attested copy of PAN card.
- 10% for other resident shareholders in case copy of PAN is provided / available.

- 20% for resident shareholders in case PAN is not provided / not available / Inoperative.
- For non-resident shareholders, tax will be worked out on the basis of documents submitted.
- 20% tax plus surcharge and cess for non-resident shareholders in case the relevant documents are not submitted.
- Nil / Lower TDS on submission of self-attested copy of the certificate issued under Section 197 of the Act.

Shareholders having multiple account under different status / category:

Shareholders holding shares under multiple accounts/folios 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.

Submission of Tax related documents:

Duly completed and signed documents are required to be uploaded through the link - <https://web.in.mpms.mufig.com/formsreg/submission-of-form-15g-15h.html>) submitted to the **MUFG Intime India Pvt Ltd (formerly Link Intime India Private Limited)**, RTA of the Company **on or before the record date**, in order to enable the Company to determine and deduct appropriate TDS/ withholding tax.

Please note that no communication on tax determination/deduction shall be entertained after the record date. Shareholders who have uploaded exemption forms (valid in all respect) on the portal are also required to forward the original form to the Company.

In terms of Rule 37BA of Income tax Rules, 1962, if dividend income on which tax has been deducted at source is assessable in the hands of a person other than the deductee, then deductee should file declaration with Company in manner prescribed by Rules. The aforesaid declaration shall contain (i) name, address, PAN and residential status of the person to whom credit is to be given; (ii) payment in relation to which credit is to be given; and (iii) the reason for giving credit to such person.

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, if eligible, at the time of filing income tax return. No claim shall lie against the Company for such tax deducted.

In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided/ to be provided by the Shareholder(s), such Shareholder(s) will be responsible to indemnify the Company and also, provide the Company with all information/ documents and co-operation in any proceedings.

The Company will arrange to email a soft copy of the TDS certificate to the Shareholders registered email ID. The Shareholders may view the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://eportal.incometax.gov.in/iec/foreservices/#/login> .

Updation of email, PAN, Bank account and other details:

Shareholders are requested to update their PAN and email address with their Depository Participants (for shares held in electronic mode) and with RTA (for shares held in physical mode), if not already done.

Shareholders are also requested to ensure that their Bank account details in the respective demat account are updated to enable the Company to make timely credit of dividend in their Bank Account.

We seek your co-operation in the matter.

Thanking You,

Yours Sincerely

For and on behalf of Board of Directors

Force Motors Limited

Sd/-

Rohan Sampat

Company Secretary & Compliance officer

Disclaimer: This Communication shall not be treated as an advice from the Company Registrar and Transfer agent. Shareholders should obtain the tax advice related to their tax matters from a tax professional.

[Click here](#) to download Form 15G

[Click here](#) to download Form 15H

[Click here](#) to download Self declaration by Non Residents

This is a system generated email. Please do not reply to this Email.