



February 16, 2024

To

The Dept. of Corporate Affairs
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Subject: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

Re: E-mail to shareholders intimating about deduction of tax at source (TDS) on Interim Dividend

Security Code: 500267

Dear Sir/Ma'am,

Please find enclosed a specimen of the e-mail which has been sent to the shareholders, whose email addresses are registered with their Depository Participant / Registrar and Share Transfer Agent, intimating about the applicable provisions of the Income-tax Act, 1961, as amended by the Finance Act, 2020, relating to the TDS on the interim dividend declared and to be paid by the Company and the procedure to be followed by the shareholders for submission of relevant forms, documents, etc.

Kindly take the same on your records.

Thanking you,

Yours faithfully
For Majestic Auto Limited

Parul Chadha
Company Secretary & Compliance Officer

Encl: as above

MAJESTIC AUTO LIMITED

CIN L35911DL1973PLC353132

Corporate Office: A-110, Ground Floor, Sector 4, Noida 201301(U.P.)
Registered Office-10, Southern Avenue, First Floor, Maharani Bagh, New Delhi-110065
Tel.:0120-4348907, Email:info@majesticauto.in, www.majesticauto.in



MAJESTIC AUTO LIMITED

(CIN: L35911DL1973PLC353132)

Registered Office: 10 Southern Avenue First Floor, Maharani Bagh, New Delhi- 110065

Telephone: 0120 – 4540909

E-mail: grievance@majesticauto.in Website: <https://majesticauto.in/>

Ref: Folio / DP Id & Client Id No:

Name of the Member:

Dear Member,

We are pleased to inform you that the Board of Directors of the Company, at its Meeting held on February 08, 2024 has declared Interim Dividend of Rs. 15/- (Rupees Fifteen only) per Equity Share of Rs.10/- each for the Financial Year 2023-24. The Board has fixed **Tuesday, February 20, 2024, as the Record Date** for determining entitlement of Members to receive Interim dividend for the year 2023-24.

We wish to intimate you that pursuant to the Finance Act 2020, dividend income is taxable in the hands of Members w.e.f. April 01, 2020 and the Company is required to deduct tax at source (TDS) from dividend paid to Members at the prescribed rates.

This communication provides a brief of the applicable Tax Deduction at Source (TDS) provisions under the Act for Resident and Non-Resident shareholder categories.

For the prescribed rates for various categories, the Members are requested to refer to the Finance Act, 2023, and amendments thereof. The Members are requested to update their Permanent Account Number (PAN) with the Company / its RTA (in case of shares held in physical mode) and Depository Participants (in case of shares held in demat mode). For all Members the details that should be completed and /or updated are as mentioned below:

Resident Shareholders

- A Resident individual member with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G (applicable to an individual below the age of 60 years) /15H (applicable to an individual above the age of 60 years), to avail the benefit of non-deduction of tax at source. No TDS is required to be deducted, if aggregate dividend distributed or likely to be distributed during the financial year to individual member does not exceed INR 5,000.
- Members are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%. If PAN of individual member has become inoperative due to non-linking of PAN and Aadhar Card, then tax will be deducted at a higher rate of 20%. Further, as per the Finance Act 2021,

higher TDS rate for non-filers of income tax return for immediate past one year (u/s 206AB), accordingly in such case tax will be deducted at twice the rate specified in the relevant provisions of Income Tax Act, 1961.

Resident Shareholders other than individuals:

In case of a certain class of resident shareholders other than individuals who are covered under provisions of Section 194 or Section 196 or Section 197A of the Act, no tax shall be deducted at source ('nil rate'), provided sufficient documentary evidence thereof, along with exemption notification, if any, as per the relevant provisions of the Act, to the satisfaction of the Company, is submitted. This illustratively includes providing the following:

- **Mutual Funds** which are exempted under section 196(iv) / 197A(1F) of the Income Tax Act, 1961 (hereinafter referred as "the Act") are required to provide self-attested SEBI registration certificate along with a declaration that they are covered under clause (23D) of section 10 of the Act.
- **Alternative Investment Fund (AIF)** established in India are required to submit documentary evidence that concerned 'Investment Fund' is a fund as defined in clause (a) of the Explanation 1 of section 115UB of the Act; and a declaration that its dividend income is exempt under section 10(23FBA) of the Act.
- **Recognized Provident Fund, Approved Superannuation Fund, Gratuity Fund, Pension Fund and ESI Fund** whose income is exempt under section 10 of the Act and on which TDS is not required to be deducted are required to provide self-attested valid documentary evidence (like approval granted by Income Tax Officer / Commissioner, relevant copy of registration, etc.)
- **Insurance Companies** are entitled for TDS exemption under section 194 of the Act and are required to provide self-attested IRDA registration certificate.
- **New Pension System Trust (National Pension Scheme)** are entitled for TDS exemption under section 197A (1E) of the Act and are required to provide self-attested valid documentary evidence.

Application of Nil rate at the time of tax deduction / withholding on dividend amounts will depend upon the completeness to the satisfaction of the Company, of the documents submitted by such shareholders.

- If any Member has obtained lower / nil withholding tax certificate under the Act, then TDS will be deducted at lower / nil rate mentioned on the certificate (self-attested copy of the certificate is required).
- In case dividend income is assessable in the hands of person other than member then declaration (alongwith details of the beneficiary) needs to be provided by member for the same as per Rule 37BA of the Income Tax Rules, 1962.
- If any member is entitled for exemption then valid self-attested documents (like registration copy, income tax order, etc.) are required to be provided for claiming exemption from TDS

- All these documents duly completed and signed are required to be sent by email to either the Company at grievance@majesticauto.in or the RTA at vijayps1@alankit.com by February 20, 2024.

OR

- The aforesaid documents such as certificates, declarations, Form 15G/15H, etc., can be uploaded on the link [Click here] on or before Tuesday, February 20, 2024, to enable the Company to determine applicable amount of TDS / withholding tax. Alternatively, physical documents may be sent to the RTA at the following address before the aforementioned date.

Note: Please always quote your registered Folio Number/DP-ID & Client-ID and PAN, while communicating/submitting documents as mentioned above with the Company

Non-Resident Member

- Non-resident Members including FII & FPI can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration (as per proforma attached to this communication), Self-attested copy of valid Tax Residency Certificate (TRC) for the tax year 2023-24 obtained from the tax authorities of the country of which the member is a resident, declaration in Form 10F (Filed online on Income tax Portal), Self-attested copy of PAN and any other document which may be required to avail the tax treaty benefits.
- If any member has obtained lower / nil withholding tax certificate under the Act, then TDS will be deducted at lower / nil rate mentioned on the certificate (self-attested copy of the certificate is required).
- If any member is entitled for exemption then valid self-attested documents (like registration copy, order, etc. by Indian Tax Authorities) are required to be provided for claiming exemption from TDS
- All these documents duly completed and signed are required to be sent by email to either the Company at grievance@majesticauto.in or the RTA at vijayps1@alankit.com by February 20, 2024.

OR

- The aforesaid documents such as certificates, declarations, Form 15G/15H, etc., can be uploaded on the link [Click here] on or before Tuesday, February 20, 2024, so as to enable the Company to determine applicable amount of TDS / withholding tax. Alternatively, physical documents may be sent to the RTA at the following address before the aforementioned date.

Note: Please always quote your registered Folio Number/DP-ID & Client-ID and PAN, while communicating/submitting documents as mentioned above with the Company.

Other General Information to Members

- Application of TDS rate is subject to necessary due diligence and verification by the Company of the member details as available in register of members on the Record Date and above prescribed documents. In case of ambiguous, incomplete or conflicting information, or the valid information/ documents not being provided, the Company will arrange to deduct tax at the maximum applicable rate.
- The Company is not obligated to apply the beneficial DTAA rates at the time of tax deduction on dividend paid to members. Application of beneficial DTAA Rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by Non- Resident member.
- In case TDS is deducted at a higher rate, an option is still available with the member to file the return of income and claim an appropriate refund, if eligible.
- In case dividend income is assessable in the hands of person other than member then declaration (along with details of the beneficiary) needs to be provided by member for the same as per Rule 37BA of the Income Tax Rules, 1962.

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 Member/s, such Member/s will be responsible to indemnify the Company against all claims, demands, penalties, losses etc. and also, provide the Company with all information / documents and co-operation in any appellate proceedings. No claim shall lie against the Company for such taxes deducted.

Disclaimer: Above communication on TDS sets out the provisions of law in a summary manner only and does not purport to be a complete analysis or listing of all potential tax consequences. Members should consult with their own tax advisors for the tax provisions applicable to their particular circumstances.

We request your cooperation in this regard.

Thanking You,

Yours faithfully,

For Majestic Auto Limited

Sd/-

Parul Chadha

Company Secretary and Compliance Officer