

Ref. No. SH/13/2022.
5th November, 2022

National Stock Exchange of India
Ltd.,
Exchange Plaza, 5th floor,
Plot No. C/1, G. Block,
Bandra-Kurla Complex,
Bandra (East),
MUMBAI – 400051

BSE Limited.
Market-Operation Dept.,
1st Floor, New Trading Ring,
Rotunda Bldg., P.J. Towers,
Dalal Street,
Fort, MUMBAI 400023

Sub: Communication in respect of provisions of deduction of tax at source on Dividend payout.

Dear Sir,

Pursuant to the provisions of the Income Tax Act, 1961, as amended and read with the provisions of the Finance Act, 2022, with effect from 1st April 2020, dividend declared and paid by a company is taxable in the hands of shareholders.

In this regard, please find enclosed herewith an email communication which has been sent to all the shareholders whose email addresses are registered with the Company/Depositories explaining the process and documentation required for withholding tax from dividends paid to the shareholders at prescribed rates.

The exemption forms viz - Form 15H/Form 15G/Form 10F and format of Declaration can be accessed and downloaded from the website of the Company at the web-link :-
<https://www.supreme.co.in/form-for-declaration.php>

This is for your information and appropriate dissemination

Thanking you,

Yours faithfully,
For The Supreme Industries Ltd.

(R.J. Saboo)
VP (Corporate Affairs) &
Company Secretary
Encl.: a/a.

The Supreme Industries Limited

Regd. Off. : 612, Raheja Chambers, Nariman Point, Mumbai-400 021. INDIA
CIN: L35920MH1942PLC0035S4 PAN : AA ACT 1344F

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THE SUPREME INDUSTRIES LIMITED

Registered office: 612, Raheja Chambers, Nariman Point, Mumbai- 400021.
Phone no: 022-22851159/22851160/62570025 email: investor@supreme.co.in
CIN: L35920MH1942PLC003554

Date: 29th October, 2022

Ref: Folio No. / DP Id & Client Id No.:

Name of Shareholder:

Dear Member,

Sub: Communication in respect of provisions of deduction of tax at source on Dividend pay-out.

This communication is made to you, to enable you to provide the correct PAN No and/or the requisite Forms as mentioned hereinafter, so that appropriate Tax is Deducted (TDS) from the Dividend, as and when Dividend is paid by the Company.

The Dividend will be payable to those Equity Shareholders whose names appear on the Register of Members as at the close of business on 9th November, 2022, as per details furnished by the Depositories for this purpose.

In accordance with the provisions of the Income Tax Act, 1961, as amended and read with the provisions of the Finance Act, 2022, with effect from 1st April 2020, dividend declared and paid by a company is taxable in the hands of shareholders and the company is required to deduct tax at source ('TDS') from dividend paid to the shareholders, at the applicable rates.

The TDS rate may vary depending on the residential status of the shareholder and the documents submitted to the Company in accordance with the provisions of the Act. The tax to be deducted for various categories of shareholders, along with details of required documents are provided in Table 1 and 2 below:

Table 1: Resident Shareholders

Category of shareholder	Tax Rate	Deduction	Exemption applicability/ Documentation requirement
Any resident shareholder	10.0%		<p>Update the Permanent Account Number (PAN) if not already done with depositories (in case of shares held in demat mode) and with the Company's Registrar and Transfer Agents –Bigshare Services Private Limited (in case of shares held in physical mode).</p> <p>No deduction of taxes in the following cases -</p> <ul style="list-style-type: none"> o If dividend income to a resident Individual shareholder during FY 2022-23 does not exceed Rs. 5,000/-, o If shareholder is exempted from TDS provisions through any provisions of the Act or Rules or circular or notification and provides an attested copy of the PAN along with the documentary evidence in relation to the claim of exemption.
Resident Individual Shareholder Submitting Form 15G/ Form 15H	NIL		Eligible Resident Individual Shareholder providing Form 15G (applicable to any person other than a Company or a Firm) / Form 15H (applicable to an Individual above the age of 60 years) - on fulfilment of prescribed conditions. Please refer attached format.
Order under section 197 of the Act	Rate provided in the order		Lower/NIL withholding tax certificate obtained from Income Tax authorities.
Insurance Companies: Public & Other Insurance Companies	NIL		Documentary evidence that the provisions of section 194 of the Act are not applicable.

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.	NIL	Documentary evidence that the Corporation is covered under section 196 of the Act.
Mutual Funds specified u/s 10(23D)	NIL	Documentary evidence that the Mutual Fund is covered under section 196 of the Act.
Alternative Investment fund (Category I or Category II)	NIL	Documentary evidence that the fund is covered by Notification No. 51/2015 dated 25 June 2015 (a declaration that its income is exempt u/s 10(23FBA) of the Act and it is established as AIF under the SEBI regulations alongwith a copy of registration documents (self attested))
Other resident shareholder without PAN/Invalid PAN	20%	

Please Note that:

- a. **Permanent Account Number is mandatory to be registered for each Folio/DP id-Client Id. In absence of a valid PAN, tax will be deducted at a higher rate of 20% as per Section 206AA of the Act and tax credit certificate cannot be generated.**
- b. **If Person is "specified person" as per section 206AB then TDS Rate is higher of :**

- Twice the rate specified in the relevant provision of the Income-tax Act; or
- Twice the rate or rates in force; or
- the rate of 5%;

The 'specified person' means a person who has:

- a. **not filed return of income for the assessment years relevant to the previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing return of income under sub-section (1) of Section 139 of the IT Act has expired; and**
- b. **subjected to tax deduction and collection at source in aggregate amounting to Rs. 50,000 or more in that previous year.**

For the purpose of TDS, the company will be relying on the information from the Government enabled online facility to verify the status (i.e., Specified Person or not) and deduct TDS accordingly.

Table 2: Non-resident Shareholders

Category of shareholder	Tax Deduction Rate	Exemption applicability/ Documentation requirement
Any non-resident shareholder including Foreign Institutional Investors, Foreign Portfolio Investors (FII, FPI)	20% (plus applicable surcharge and cess) or Tax Treaty rate whichever is lower	<p>Non-resident shareholders may opt for tax rate under Double Taxation Avoidance Agreement ("Tax Treaty"). The Tax Treaty rate shall be applied for tax deduction at source on submission of following documents to the company</p> <ul style="list-style-type: none"> Copy of the PAN Card, if any, allotted by the Indian authorities. Self-attested copy of Tax Residency Certificate (TRC) valid as on the Dividend Record Date as and when announced by the Company, obtained from the tax authorities of the country of which the shareholder is resident Acknowledgement copy of E-Form 10F as per below mentioned procedure. Self-declaration confirming not having a Permanent Establishment in India and eligibility to Tax Treaty benefit (format attached herewith). <p>TDS shall be recovered at 20% (plus applicable surcharge and cess) if any of the above-mentioned documents are not provided.</p> <p>The Company is not obligated to apply the Tax Treaty rates at the time of deduction / withholding on dividend amounts. Application of Tax Treaty rate shall depend upon the completeness of the documents submitted by the non-resident shareholder and are in accordance with the provisions of the Act.</p>

Submitting Order under section 197 of the Act	Rate provided in the Order	Lower/NIL withholding tax certificate obtained from Income Tax authorities.
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Please note: Rule 21AB mandates non-tax-resident taxpayers to certify all particulars, which were earlier prescribed to be certified in a TRC, to be furnished under a self declaration (Form 10F)

As per **Rule 21AB** of Income Tax Rule, the taxpayer would be required to furnish the following information in Form 10F:

- a) Status of taxpayer (individual, company, firm, etc.)
- b) Nationality (individual) or country or specified territory of incorporation or registration (in case of others)
- c) Taxpayer's tax identification number in the country or specified territory of residence and in case 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 specified territory of which it claims to be a resident
- d) Period for which the residential status, as mentioned in the TRC
- e) Address of the taxpayer in the country or specified territory outside India, during the period for which the TRC is applicable

However, Taxpayer may not be required to provide the information in Form 10F if all the above details is contained in the TRC

As per Notification no 03/2022 dated 16th July, 2022, all non-resident taxpayers desiring to claim tax treaty benefits will need to electronically furnish this Form 10F to the revenue authorities at income tax e-filing portal.

Procedure to Furnish Form 10F Electronically:

Form 10F is appearing in the registered accounts on the income-tax e portal. Steps to be followed:

- a) Non-resident assessee has to log into his account on <https://www.incometax.gov.in/iec/foportal>
- b) Go to e-File Tab and Select 'Income Tax Forms'. Then, select 'File Income Tax Forms'
- c) Then, select 'Persons not dependent on any Source of Income (Source of Income not relevant)'
- d) From the list of forms available, find Form 10F
- e) Select the relevant Assessment Year (AY).
- f) Fill the requisite details in Form 10F. Please note that copy of TRC has to be attached along with Form 10
- g) Verify/Sign Form 10F: As per Rule 131 of Income-tax Rules, 1962, the prescribed forms (including Form 10F) has to be electronically furnished –
 - i. under digital signature, if the return of income is required to be furnished under digital signature; or
 - ii. through electronic verification code in a case not covered under clause (i)

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

The non-resident, who does not have the permanent establishment in India, is excluded from the scope of the 'specified person' as per section 206AB. The Non Resident shareholder is required to provide a self- declaration to this effect in the format of self – declaration (as per Format enclosed).

The Primary shareholder can submit the declaration as per Rule 37BA of the Income Tax Rules, 1962 to provide the credit of Tax Deducted at source on the dividend pay-outs by the Company, separately to the joint shareholders (beneficiary shareholder) of the said shares

Kindly note that the documents as mentioned above are required to be emailed to us at email ID "**investor@supreme.co.in**" on or before 08th November, 2022, in order to enable the Company to determine and deduct appropriate TDS / withholding tax rate. No communication/documents on the tax determination / deduction shall be considered post 08th November, 2022. Further, it may kindly be noted that no claim shall lie against the Company for such taxes deducted.

Any person (including a custodian or broker) holding shares as on the record date for dividend i.e. 9th November, 2022, on behalf of his clients shall provide a Declaration, as required vide Rule 37BA(2) r/w Sec.199 of the Income Tax Act. The declaration should provide the requisite details as prescribed under the said Rule and the same may be provided within the stipulated time i.e. on or before 08th November, 2022.

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

The Company will email a soft copy of the TDS certificate at the shareholders registered email ID. TDS certificate cannot be generated for resident shareholders not having PAN. 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>.

Yours faithfully,

For The Supreme Industries Limited

This is a computer generated statement and does not requires signature

(R.J.Saboo)
VP (Corporate Affairs) &
Company Secretary