



SEC/48/2017-63

November 14, 2022

<b>The Manager Compliance Department BSE Limited Phiroze Jeejeebhoy Tower Dalal Street Mumbai- 400 001</b>	<b>The Manager Compliance Department The National Stock Exchange of India Ltd Exchange Plaza Bandra-Kurla Complex, Bandra (East) Mumbai- 400 051</b>
<b>Scrip Code/ Symbol: <u>540678/COCHINSHIP</u></b>	

Dear Sir/Madam,

**Subject: 01<sup>st</sup> Interim Dividend 2022-23 – Communication on Tax Deduction at Source (TDS) on Dividend payout**

1. We are enclosing herewith the communication to the shareholders on the above referred subject for dissemination of information widely to the members.
2. A copy of the above communication is also available on the website of the Company [www.cochinshipyard.in](http://www.cochinshipyard.in)

Thanking you,

**For Cochin Shipyard Limited**





## **COCHIN SHIPYARD LIMITED**

Corporate Identity Number (CIN): L63032KL1972GOI002414  
Registered Office: Administrative Building, Cochin Shipyard Premises  
Perumanoor, Ernakulam, Kerala – 682015  
Tel: +91 (484) 2501306 Fax: +91 (484) 2384001  
E-mail: secretary@cochinshipyard.in Website: www.cochinshipyard.in

**November 14, 2022**

Dear Shareholder,

### **Sub: 01<sup>st</sup> Interim Dividend 2022-23 – Communication on Tax Deduction at Source (TDS) on Dividend payout**

We are pleased to inform that the Board of Directors of Cochin Shipyard Limited (CSL) at their meeting held on November 10, 2022, has declared 01<sup>st</sup> Interim Dividend of Rs. 7.00 per equity share for the financial year ending March 31, 2023.

As per the Finance Act, 2020, dividend paid and distributed by a Company will be taxable in the hands of Shareholders with effect from April 01, 2020. Therefore, the Company will be required to deduct taxes at source (TDS) at the rates applicable to each category of Shareholder under the provisions of the Income Tax Act, 1961 as explained below:

#### **I. Resident Shareholders**

- TDS would not apply in case of individuals if the aggregate dividend distributed to them during the financial year 2022-23 does not exceed Rs. 5,000.
- Tax at source will not be deducted in cases where a Shareholder provides
  - 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), provided that the eligibility conditions are being met.
  - The Form 15H/15G is available for download at the Company's website at [www.cochinshipyard.in](http://www.cochinshipyard.in).
- Tax will be deducted at source ("TDS") under Section 194 of the Income Tax Act, 1961 @ 10% on the amount of dividend payable unless exempted under any of its provisions.
- In case of "specified person" under Section 206AB of the Income Tax Act, the TDS shall be deducted at twice the rates specified in the relevant provisions of the Income Tax Act, 1961.
- If PAN is not submitted, TDS would be deducted @ 20% as per Section 206AA of the Income Tax Act, 1961.
- Shareholders are requested to update their PAN with the Company's RTA, Link Intime India Private Limited (in case of shares held in physical mode) and Depository Participants (in case of shares held in demat mode).

- 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.
- Shareholders are requested to kindly verify the correctness of the records and update the same with the Depository Participant (if shares are held in demat mode) or the Company's RTA (if shares are held in physical mode), at the earliest.
- Eligible Shareholders are also requested to submit the following documents as prescribed under the Income Tax Act, 1961 latest by November 22, 2022 at the portal of the Company's RTA, Link Intime India Private Limited at <https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html> to avail the benefit of exemption or lower deduction from withholding tax.

Category	Documents required	Remarks
General	Self-attested copy of withholding tax certificate for lower deduction u/s 197	If lower rate of tax is to be claimed
Individual	Duly signed Form 15G or 15H (as may be applicable) along with the self-attested copy of the PAN card	If tax exemption is to be claimed
Insurance Company	Self-declaration* that it has full beneficial interest with respect to shares owned, along with self-attested copy of PAN card and registration certificate	If tax exemption is to be claimed
Mutual Funds	Self-declaration* that they are specified in Section 10(23D) of the Income Tax Act, 1961, along with self-attested copy of PAN card and registration certificate	If tax exemption is to be claimed
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	Self-attested copy of the documentary evidence supporting the exemption status along with self-attested copy of PAN card	If tax exemption is to be claimed
Alternative Investment Fund (AIF) established/ incorporated in India	Self-declaration* that its income is exempt under Section 10(23FBA) of the Income Tax Act, 1961 and that they are governed by SEBI Regulations as Category I or Category II AIF along with self-attested copy of the PAN card and registration certificate	If tax exemption is to be claimed

\*The format of self-declaration is available at Company's website at [www.cochinshipyard.in](http://www.cochinshipyard.in).

## II. Non-Resident Shareholders

- Tax is required to be deducted at source in accordance with the provisions of Section 195 of the Income Tax Act, 1961 at applicable rates in force. As per the relevant provisions of the Income Tax Act, 1961, the tax shall be deducted at source @ 20% (plus applicable surcharge and cess) on the amount of dividend payable.
- Shareholders are requested to kindly verify the correctness of the records and update the same with the Depository Participant (if shares are held in demat mode) or the Company's RTA (if shares are held in physical mode), at the earliest.
- Eligible Shareholders are also requested to submit the following documents as prescribed under the Income Tax Act, 1961 latest by November 22, 2022 at the portal of the Company's RTA, Link Intime India Private Limited at <https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html> to avail the benefit of Double Taxation Avoidance Agreement (DTAA) between India and their country of residence.

Category of Shareholder		Documents
Investments made by routes other than FPI route	Individual	<ul style="list-style-type: none"> <li>• Self-attested copy of Tax Residency Certificate issued by the country in which the Shareholder is a resident</li> <li>• Form 10F*</li> <li>• Self-declaration*</li> <li>• Self-attested copy of lower/ nil withholding tax certificate provided under Section 197 of the Income Tax Act, 1961, if any.</li> </ul>
	Partnerships, Trusts	<ul style="list-style-type: none"> <li>• Self-attested copy of Tax Residency Certificate issued by the country in which the Shareholder is a resident</li> <li>• Form 10F*</li> <li>• List of partners/ beneficiaries, their respective shares in the income of the partnership/ trust and their respective residential status (if not forming part of TRC)</li> <li>• Self-declaration*</li> <li>• Self-attested copy of lower/ nil withholding tax certificate provided under Section 197 of the Income Tax Act, 1961, if any.</li> </ul>
	Companies	<ul style="list-style-type: none"> <li>• Self-attested copy of Tax Residency Certificate issued by the country in which the Shareholder is a resident</li> <li>• Form 10F*</li> <li>• Proof of satisfaction of LoB wherever required as per treaty (for example, in case the foreign company is registered on the stock exchange of the other country – the listing certificate of the company)</li> <li>• Self-declaration*</li> <li>• Self-attested copy of lower/ nil withholding tax certificate provided under Section 197 of the Income Tax Act, 1961, if any.</li> </ul>

Category of Shareholder		Documents
Investments made through FPI route	FPIs (if shares are held under the FDI regime)	<ul style="list-style-type: none"> <li>• Self-attested copy of Tax Residency Certificate issued by the country in which the Shareholder is a resident</li> <li>• Form 10F*</li> <li>• Proof of satisfaction of LoB wherever required as per treaty (for example, in case the foreign company is registered on the stock exchange of the other country – the listing certificate of the company)</li> <li>• Self-declaration*</li> <li>• Self-attested copy of lower/ nil withholding tax certificate provided under Section 197 of the Income Tax Act, 1961, if any.</li> </ul>
	FPIs (other than above)	<ul style="list-style-type: none"> <li>• Self-attested declaration that investment has been made under FPI route</li> <li>• Self-attested copy of lower/ nil withholding tax certificate provided under Section 197 of the Income Tax Act, 1961, if any.</li> </ul>

\*The Form 10F and the format of Self-declaration is available at Company's website at [www.cochinshipyard.in](http://www.cochinshipyard.in).

- Kindly note that 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 and satisfactory review by the Company of the documents submitted by non-resident shareholders.
- 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 Income Tax Act, 1961. Such TDS rate shall not be reduced on account of the application of the lower DTAA rate, if any.

Please note that the record date fixed by the Company for the purpose of 01<sup>st</sup> Interim Dividend 2022-23 is November 22, 2022. Hence, it is requested to upload the aforementioned documents at the portal of the RTA, Link Intime India Private Limited at <https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html> latest by November 22, 2022. Documents submitted through e-mail or any other form will not be considered.

You are also requested to communicate us the changes if any, to the above documents already submitted for the Financial Year 2022-23, during final dividend payout for the Financial Year 2021-22. If no such communication is received by us within the prescribed time i.e. November 22, 2022, the documents submitted earlier will be considered for the purpose of TDS as per tax law.

**No communication on the tax determination / deduction shall be entertained after November 22, 2022.**

In case tax on dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/ documents, Shareholders would still have the option of claiming refund of the excess tax deducted at the time of filing the income tax return by consulting a tax advisor. No claim shall lie against the Company for such taxes deducted.

Shareholders are requested to register/update their e-mail addresses with their Depository Participant (DP) in case the shares are held in demat mode and with Link Intime India Private Limited, Company's RTA, in case the shares are held in physical mode to enable the Company to send Form 16A with respect to the TDS on Dividend. Shareholders will be able to see the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://eportal.incometax.gov.in>.

***Disclaimer:*** This communication shall not be treated as an advice from the Company. For the tax related matters Shareholders should obtain the tax advice from a tax professional.

We seek your co-operation in the matter.

Warm regards,

**Syamkamal N**  
Company Secretary  
Cochin Shipyard Limited