

LIL/SE/REG30/CS/2021-22

Date: August 10, 2021

BSE Limited Listing & Compliance Department Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400001	The National Stock Exchange of India Limited Listing & Compliance Department Exchange Plaza, C-1 Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400051
Security Code : 517206	Symbol: LUMAXIND

Subject: Communication to Shareholders - Intimation on Tax Deduction at Source (TDS)/withholding tax on Dividend for FY 2020-21.

Dear Sir/Ma'am,

Pursuant to the Income Tax Act, 1961, as amended by the Finance Act, 2020, dividend paid or distributed by a Company after April 1, 2020 shall be taxable in the hands of the shareholders.

In this regard, please find enclosed an e-mail communication which has been sent to all the shareholders of the Company whose e-mail addresses are registered with the Company/Registrar and Share Transfer Agent/Depositories explaining the process on withholding tax from dividends paid to the shareholders at prescribed rates.

This communication is also being made available on the website of the Company at <https://www.lumaxworld.in/lumaxindustries>.

This is for your information and records.

Thanking you,
Yours faithfully,
For **LUMAX INDUSTRIES LIMITED**



PANKAJ MAHENDRU
COMPANY SECRETARY
M.NO. A-28161



Encl: as stated above



LUMAX INDUSTRIES LIMITED

CIN: L74899DL1981PLC012804

Regd. Office: 2nd Floor, Harbans Bhawan-II, Commercial Complex, Nangal Raya, New Delhi- 110046

Website: www.lumaxworld.in/lumaxindustries, Tel: 011 49857832

Email: lumaxshare@lumaxmail.com

Date: August 10, 2021

Name of the Holder:

Ref: Folio / DP Id & Client Id No:

Dear Shareholder,

Sub: Communication for deduction of Tax on Dividend for FY 2020-21

We are pleased to inform you that the Board of Directors at their Meeting held on 11th June, 2021 has recommended a Dividend of INR 7/- per Equity Share of INR 10/- each (@70%) for the Financial Year ended 31st March, 2021, subject to the approval of the Members at the 40th Annual General Meeting (AGM) of Lumax Industries Limited ("hereinafter referred as **Company**") scheduled to be held on Tuesday, 31st August, 2021. The said Dividend will be paid within 30 days from the date of AGM i.e. on or before 30th September, 2021.

As you are already aware that pursuant to the Income Tax Act, 1961 (the Act), as amended by the Finance Act, 2020, dividend paid or distributed by a Company after 1st April, 2020 shall be taxable in the hands of the Shareholders. Accordingly, the Company shall be required to deduct tax at source at the time of making payment of the dividend, if approved at the forthcoming AGM.

All the Shareholders are requested to ensure that the details such as PAN, residential status, category of Shareholder (e.g., Domestic Company, Foreign Company, Individual, Firm, LLP, HUF, Foreign Portfolio Investor (FPI), Foreign Institutional Investor (FII), Government, Trust, Alternate Investment Fund- Category I, II and III etc.), email id and address are updated in their respective Demat account(s) maintained with the Depository Participants. Please note that above details as available on Book Closure Date in the Register of Members will be relied upon by the Company for the purpose of complying with the applicable TDS/withholding tax provisions.

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

TDS for various categories of shareholders along with 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 %		If shares are held in DEMAT mode: Please update your Income tax PAN details, if not already done with Depositories.

		<p>If shares are held in PHYSICAL mode: Please update your self-attested copy of PAN details, if already not done with the Company. No deduction of taxes in the following cases -</p> <ol style="list-style-type: none"> 1. If dividend income to a resident Individual shareholder during FY 2021-22 does not exceed INR 5,000/-. 2. If shareholder is exempt from TDS provisions through any circular or notification and provides self-attested copy of the PAN along with the documentary evidence in relation to the same.
1.Shareholder not having PAN or having invalid PAN 2.Shareholder is a specified person in terms of section 206AB of the Act wef 1 st July,2021	20%	Based on the PAN provided by the shareholder, the Company will check whether the shareholder is a specified person or not from compliance check utility provided by Income Tax Department.
Shareholders submitting Form 15G/ Form 15H	NIL	Eligible 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 below mentioned links).
Certificate for deduction at lower rate u/s 197 of the Act	Rate provided in certificate u/s 197	Lower / NIL withholding tax certificate obtained from Income Tax authorities.
Insurance Companies: Public & Other Insurance Companies	NIL	Documentary evidence to the effect that the provisions of section 194 of the Act are not applicable. Self-declaration that it has full beneficial interest with respect to shares owned, along with self-attested copy of PAN card and registration certificate.
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 to the effect that the person is covered under section 196 of the Act.
Mutual Funds	NIL	Documentary evidence to the effect that the person is covered under section 196 of the Act. A Self-declaration that its income is exempt under section 10(23D) of the Act and they are established as Category I or Category II AIF under the SEBI regulations along with self-attested copy of PAN card and registration certificate should be provided. (Please refer below mentioned link).
Alternative Investment fund	NIL	Documentary evidence to the effect that the person is covered by Notification No. 51/2015 dated 25 th June 2015. Self-declaration that its income is exempt under section 10(23FBA) of the Act and they are established as Category I or Category II AIF under the SEBI regulations along with self-attested copy of the PAN card and registration certificate should be provided.

Note: 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.

Table 2: Non-Resident Shareholders:

Category of shareholder	Tax Deduction Rate	Exemption applicability/ Documentation requirement
Any Non-Resident Shareholder	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> <ol style="list-style-type: none"> 1. Self-attested copy of PAN Card, if any, allotted by the Indian authorities. 2. Self-attested copy of Tax Residency Certificate (TRC) for financial year 2021-22 obtained from the tax authorities of the country of which the shareholder is resident. 3. Self-declaration in Form 10F (Please refer below mentioned link). 4. Self-declaration confirming not having a Permanent Establishment in India and eligibility to Tax Treaty benefit (Please refer below mentioned link). <p>TDS shall be recovered at 20% (plus applicable surcharge and cess) if any of the above-mentioned documents are not provided. The Company is not obligated to apply the Tax Treaty rates at the time of tax deduction/withholding on dividend amounts until the documents submitted by the non-resident shareholders are complete in accordance with the provisions of the Act.</p>
Foreign Institutional Investors (FII), Foreign Portfolio Investors (FPI).	20% (plus applicable surcharge and cess)	None
Certificate for deduction at lower rate u/s 197 of the Act	Rate provided in certificate u/s 197	Lower/NIL withholding tax certificate obtained from Income Tax authorities.

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

Details and / or documents as mentioned above in Table I and Table II, as applicable to the Member, need to be sent, duly completed and signed, through registered email address of the Member with PAN being mentioned in the subject of the email to reach lumaxshare@lumaxmail.com by 20th August, 2021 in order to enable the Company to determine withholding tax rate and deduct appropriate TDS. No communication/documents on the tax determination / deduction shall be considered after 20th August, 2021.

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

The Company will arrange to email a soft copy of the TDS certificate at the shareholders registered email ID in due course, post payment of the said Dividend. Shareholders will also be able to see the credit of TDS in Form 26AS, by logging in with his/her credentials (with valid PAN) at TRACES <https://www.tdscpc.gov.in/app/login.xhtml> or the website of the Income Tax department of India <https://www.incometax.gov.in/iec/foportal>.

In view of the continuing COVID 19 pandemic, Shareholders are requested to complete necessary formalities with regard to their bank accounts attached to their Demat account for enabling the Company to make timely credit of dividend in respective bank accounts.

We request your cooperation in this regard.

Thanking you,

Yours faithfully,

For **Lumax Industries Limited**

Pankaj Mahendru
Company Secretary & Compliance Officer
M. No. A28161

Click at the below mentioned links to download – Form No. 15H, Form No. 15 G, Form No. 10 F and Self Declaration Forms.

Form 15-G <https://www.lumaxworld.in/lumaxindustries/pdf/form-no-15-g.pdf>

Form 15 H <https://www.lumaxworld.in/lumaxindustries/pdf/form-no-15-h.pdf>

Form 10-F <https://www.lumaxworld.in/lumaxindustries/pdf/form-no-10f.pdf>

Declaration for Non-Residents

<https://www.lumaxworld.in/lumaxindustries/pdf/declaration-for-non-residents-lil.pdf>

Declaration for Residents

<https://www.lumaxworld.in/lumaxindustries/pdf/self-declaration-resident-shareholder.pdf>

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

Note: This is a system generated e-mail. Please do not reply to this e-mail.

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