

Ref- BSE/2022-23/44

Date: November 15, 2022

To,
Corporate Relationship Department,
BSE Limited
Phioze Jeejeebhoy Tower,
Dalal Street,
Mumbai – 400 001

Subject: Communication to Shareholder on Interim Dividend for the Financial Year 2022-23

Scrip Code- 539399

Dear Sir/Ma'am,
Pursuant to the declaration of Interim Dividend of Rs. 0.70/- per equity shares of Rs. 10 each by the Board of Directors of the Company at its Board Meeting held on 11th November, 2022, the Company has sent an enclosed email communication to its Shareholders, whose email address are registered with the company/ Depository Participiant.

Kindly take this information on record.

Thanking you.
Yours faithfully

For **Bella Casa Fashion & Retail Limited**

Harish Kumar Gupta
Chairman & Whole time Director
DIN: 01323944



BELLA CASA FASHION & RETAIL LIMITED

CIN: L17124RJ1996PLC011522

REGD. OFFICE: E102, 103, EPIP, SITAPURA INDUSTRIAL AREA, JAIPUR-302022

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E-mail: info@bellacasa.in Website : www.bellacasa.in

INTERIM DIVIDEND 2022-23

November 15, 2022

Dear Shareholder,

As you may be aware, the Board of Directors of your Company at their meeting held on November 11, 2022, declared an Interim Dividend of Rs. 0.70/- per equity share (having a face value of Rs. 10/- each) for the Financial Year 2022-23. The said dividend will be payable to those shareholders whose name appear in the Register of Members of the Company as at the close of business hours on Monday, November 21, 2022 (Record Date), as duly intimated to the stock exchanges. The said shareholders will be entitled to receive the dividend through electronic credit to their registered bank accounts. Those shareholders, who have not registered their bank account details with the depository participant, would receive a demand draft at their registered address.

As you may be aware, in terms of the provisions of the Income Tax Act, 1961 ('the Act'), as amended by the Finance Act, 2020, dividend declared, paid and distributed by a Company on or after 1st April, 2020 shall be taxable in the hands of the shareholders. The Company will, therefore, be required to deduct tax at source at the time of payment of the dividend at the applicable rates as per the provisions of the Act.

The applicable Tax Deduction at Source (TDS) provisions under the Income Tax Act, 1961 for Resident and Non-Resident shareholder categories are as follows:

- I. **FOR RESIDENT SHAREHOLDERS:** For resident shareholders, generally, the tax will be deducted at source under Section 194 of the Act @ 7.5% (Refer note below) on the amount of dividend, provided a valid Permanent Account Number ('PAN') is provided by the shareholder. If PAN is not submitted, tax would be deducted @ 20% as per Section 206AA of the Act.
 - a. **Resident individual shareholders:** No tax shall be deducted on the dividend payable to resident individuals, if -
 - i. Total dividend to be distributed or paid or likely to be distributed or paid by the Company to the shareholder during the Financial Year 2022-23 does not exceed Rs. 5,000/-;
 - ii. The shareholder provides a written declaration in prescribed Form 15G / Form 15H (applicable to an Individual above the age of 60 years), subject to

eligibility conditions being met. As per Section 206AA of the Act, the declaration would not be valid if it does not contain PAN of the person making the declaration. If the recipient makes a declaration without his / her PAN, TDS would be deducted @ 20% as per Section 206AA of the Act.

Proforma of Blank Form 15G and 15H can be downloaded from the link given at the end of this communication.

- b. **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 following:
- i. **Insurance Companies: Public & other insurance companies:** a declaration that it has a full beneficial interest with respect to the shares owned by it along with a self-attested copy of PAN card.
 - ii. **Mutual Funds:** Self-declaration that they are specified and covered under Section 10 (23D) of the Act along with a self-attested copy of PAN card and registration certificate.
 - iii. **Alternative Investment Fund ('AIF'):** AIF established/incorporated in India - Self-declaration that its income is exempt under Section 10 (23FBA) of the Act and they are governed by SEBI Regulations as Category I or Category II AIF along with a self-attested copy of the PAN card and registration certificate.
 - iv. **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-declaration specifying the specific Central Act under which such corporation is established and that their income is exempt under the provisions of the Act along with a self-attested copy of the PAN card and registration certificate.
 - v. **Other Resident Non Individual Shareholders:** Shareholders who are exempted from the provisions of TDS as per Section 194 of the Act and who are covered under Section 196 of the Act shall also not be subjected to any TDS, provided they submit an attested copy of the PAN along with the documentary evidence in relation to the same.

Application of Nil rate at the time of tax deduction / withholding on dividend amounts will depend upon the completeness and satisfactory review by the Company, of the documents submitted by such shareholders. Notwithstanding anything contained above, in case where the shareholders provide a certificate under Section 197 of the Act for lower / NIL withholding of taxes, the rate specified in the said certificate shall be considered, based on submission of self-attested copy of the same.

II. NON-RESIDENT SHAREHOLDERS OR FOREIGN COMPANIES ('Non-resident payee')

- a. Tax is required to be withheld in accordance with the provisions of Section 195 of the Act at applicable rates in force. As per the said provision, the tax shall be withheld @ 20% plus applicable surcharge and cess on the amount of dividend payable. However, as per Section 90 of the Act, a non-resident payee has the option to be governed by the provisions of the Double Tax Avoidance Agreement ('DTAA') read with Multilateral Instrument ('MLI'), if applicable, between India and the country of tax residence of the shareholder, if they are more beneficial to the shareholder. For this purpose, i.e. to avail the DTAA benefits read with MLI (if applicable), the non-resident shareholder will have to provide certain documents, namely:
- i. Self-attested copy of PAN Card, if any, allotted by the Indian Income Tax authorities;
 - ii. Self-attested copy of Tax Residency Certificate ('TRC') obtained from the tax authorities of the country of which the shareholder is resident, valid as on date of payment;
 - iii. Self-declaration in Form 10F (please download from the link given at the end of this communication, if all the details required in this form are not mentioned in the TRC);
 - iv. Self-declaration by the non-resident payee containing such particulars/ confirmation as would be relevant to be governed by and/ or avail benefits, if any, under the applicable DTAA read with MLI (draft format attached herewith) can be downloaded from the link given at the end of this communication.

Application of beneficial DTAA rates at the time of tax deduction / withholding on dividend amounts will depend upon the completeness and satisfactory review by the Company, of the documents submitted by the non-resident payee. If required, the documents may further be corroborated by supportings such as opinion from an accounting firm or a law firm which categorically confirms the eligibility of the shareholder to obtain DTAA benefits particularly pertaining to the lower rate of taxation of dividends prescribed under the specific article of the DTAA read with MLI.

- b. **Dividend paid to Foreign Institutional Investors ("FII") and Foreign Portfolio Investors ("FPI")** - The tax shall be deducted at source @ 20% (plus applicable surcharge and cess) on dividend paid to FII and FPI. For the purpose of withholding tax, it may not be possible to consider applicable DTAA benefits, if any, in case of FII and FPI since the provisions of the Act do not provide so;
- c. **Tax resident of any notified jurisdictional area** - Where any shareholder is a tax resident of any country or territory notified as a notified jurisdictional area under Section 94A(1) of the Act, tax will be deducted at source at the rate of 30% or at the rate specified in the relevant provision of the Act or at the rates in force, whichever is higher, from the dividend payable to such shareholder in accordance with Section 94A(5) of the Act.

Notwithstanding anything contained above, in case where the shareholders provide a certificate

under Section 197 of the Act for lower / NIL withholding of taxes, the rate specified in the said certificate shall be considered based on submission of self-attested copy of the same.

III. SHAREHOLDERS HAVING MULTIPLE ACCOUNTS UNDER DIFFERENT STATUS / CATEGORY:

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.

To enable us to determine the appropriate TDS / withholding tax rate applicability, the aforementioned documents are required to be uploaded with the Registrar and Share Transfer Agent viz. KFin Technologies Private Limited ("RTA") at <https://ris.kfintech.com/form15> not later than November 21, 2022. No communication on the tax determination / deduction shall be entertained thereafter. In case tax on dividend is deducted at a higher rate in the absence of receipt of the aforementioned details / documents on time, you would still have an option of claiming refund of the higher tax paid at the time of filing your income tax return. TDS certificate will be emailed to you at your registered email ID in due course, post payment of dividend. We also request you to register your email IDs, mobile numbers and update your bank account details with your Depository Participant for receiving electronic credit of dividends directly into your bank accounts, in case you are holding shares in electronic form or with the RTA in case of holding in physical form.

Yours sincerely,

For Bella Casa Fashion & Retail Limited.

Sonika Gupta

Company Secretary & Compliance Officer

Note: As per the Press Release dated May 13, 2020 by Central Board of Direct Taxes, for the dividend distributed or paid to Resident Shareholders between May 14, 2020 to March 31, 2021, reduced rate of TDS of 7.5% shall apply.

ABOVE COMMUNICATION ON TDS SETS OUT THE PROVISIONS OF LAW IN A SUMMARISED MANNER ONLY AND DOES NOT PURPORT TO BE A COMPLETE ANALYSIS OR LISTING OF ALL POTENTIAL TAX CONSEQUENCES. SHAREHOLDER SHOULD CONSULT WITH THEIR OWN TAX ADVISORS FOR THE TAX PROVISIONS APPLICABLE TO THEIR PARTICULAR CIRCUMSTANCES

[Click here](#) to download 15G

[Click here](#) to download 15H

[Click here](#) to download 10F

[Click here](#) to download - Self declaration