



Date:-10.10.2018

To,
The Manager,
Listing Department
The National Stock Exchange of India Ltd.
Exchange Plaza, BKC, Bandra (E)
Mumbai 400051

To,
The Manager
Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai, 400001

Dear Sir,

SCRIP CODE: -BSE -531431, NSE- SHAKTIPUMP

Sub:-Intimation of receipt of approval of In- House R&D facilities u/s 35(2AB) of Income tax Act 1961.

Pursuant to the regulation 30 SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, We are pleased to inform you that Government of India Ministry of Science & Technology, Department of Scientific & Industrial Research, Technology Bhawan, New Delhi has granted approval to the Company for in-house R&D facilities u/s 35(2AB) of Income tax Act 1961.

The Registration certificate is attached herewith for your ready reference.

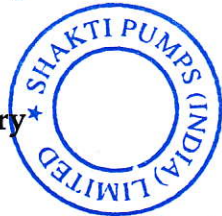
You are requested to kindly take the note of the same on your record.

Thanking You,

For Shakti Pumps (India) Limited

A handwritten signature in blue ink, appearing to read 'Ravi Patidar', is written over a circular blue stamp.

Ravi Patidar
Company Secretary



SHAKTI PUMPS (INDIA) LIMITED



सूचना का
अधिकार
RIGHT TO
INFORMATION

दूरभाष/TEL : 26962819, 26567373
(EPABX) : 26565694, 26562133
: 26565687, 26562144
: 26562134, 26562122
फैक्स/FAX : 26960629, 26529745
Website : <http://www.dsir.gov.in>
(आईएसओ 9001:2008 प्रमाणित विभाग)
(AN ISO 9001:2008 CERTIFIED DEPARTMENT)



सत्यमेव जयते

भारत सरकार
विज्ञान और प्रौद्योगिकी मंत्रालय
वैज्ञानिक और औद्योगिक अनुसंधान विभाग
टेक्नोलॉजी भवन, नया महरौली मार्ग,
नई दिल्ली - 110016
GOVERNMENT OF INDIA
MINISTRY OF SCIENCE AND TECHNOLOGY
Department of Scientific and Industrial Research
Technology Bhavan, New Mehrauli Road,
New Delhi - 110016

By Speed Post

No. TU/IV-15(1671)/2018

4th October, 2018

Shri Dinesh Patidar
Managing Directore
M/s Shakti Pumps (I) Ltd.,
Plot No. 401, 402 & 413, Sector III,
Industrial Area, Pithampur District,
Dhar, (MP) 454774

Subject: Approval of in-house R&D facilities u/s 35(2AB) of Income Tax Act, 1961.

Dear Sir,

This has reference to your application No. Nil, dated 27.03.2018 for approval of your R&D centre located at **Plot No. 401, Sector III, Industrial Area, Pithampur District, Dhar (MP)**, u/s 35(2AB) of IT Act, 1961. Enclosed please find herewith the Order of Secretary, DSIR, in Form-3CM, valid from 23.03.2018 to 31.03.2020.

You may kindly note that DSIR is required to submit a report in Form-3CL to the Income Tax Department u/s 35(2AB) of IT Act, every year, after approval in Form-3CM. You are, therefore, required to submit the following information/documents:

- (i) Acknowledgement Copy of the Form 3CLA filed online on Income Tax Department Portal by Company's Auditor.
- (ii) Additional information as per **Appendix I to Annexure-II** of DSIR guidelines along with **Section C to Annexure II**, auditor's certificate Part A of Form 3CL.
- (iii) Copy of Annual Report and IT Returns for the relevant assessment year(s).
- (iv) The details of expenditure in **Annexure II** should be reconciled with the expenditure published in the audited portion of Annual Report and also the IT returns for the relevant year(s).
- (v) A write up on the basis of allocation of expenditure, **for each of the items** in the details furnished in the **Section C to Annexure-II** indicating clearly whether it is apportioned/ directly booked/ metered (in the case of utilities and common services).
- (vi) List of R&D manpower associated with each of the R&D projects/programmes taken up during the year along with the brief note on the progress of each of the Projects to be furnished as per **Section C**.
- (vii) Documents required as per DSIR revised Fiscal Incentive guidelines (<http://www.dsir.gov.in/#files/12plan/bird-crf/fisr.html>) [Please see **para-9** on Page 7].

Contd.....2/-

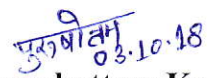
You may also kindly note that:

- (i) Expenditures, which are directly identifiable with approved R&D facility only, shall be eligible for the weighted tax deduction. However, expenditure in R&D on utilities which are supplied from a common source which also services areas of the plant other than R&D may be admissible, provided they are metered/measured and subject to certification by a Chartered Accountant.
- (ii) Expenditure on manpower from departments, other than R&D centre, such as manufacturing, quality control, tool room etc. incurred on such functions as attending meetings providing advice/directions, ascertaining customer choice/ response to new products under development and other liaison work shall not qualify for deduction u/s 35(2AB) of IT Act 1961.
- (iii) R&D expenditure should be reflected in separate schedule in the Annual Report of the company and the same should be reconciled with the expenditure claimed in the **Annexure-II** and IT return for the relevant year. You are requested to submit an undertaking to comply with the above.
- (iv) The salary/remuneration of Directors on the Board should not be included in the salaries & wages of the R&D personnel for the purposes of weighted deduction, since Directors on the Board, even though associated with R&D, will be performing other functions also. You are requested to submit an undertaking that the salaries of members of the Board of Directors and any other part-time employees of R&D centre would not be included in the R&D expenditure for claiming weighted deduction.
- (v) Grants/Gifts, donations, presents and payments obtained by the company for sponsored research in the approved in-house R&D centres shall be shown as credit to the R&D accounts for the purpose of section 35(2AB) of IT Act, 1961, and the R&D expenditure claimed for deduction under the sub-section shall be reduced to that extent.

You are requested to submit the above said information/documents for the concerned assessment year on finalisation of your accounts in order to enable this Department to submit the report to **Income Tax Officer having Jurisdiction over the Company** as per Form-3CL. In case you have submitted any of the above documents already, you need not submit them again if there is no revision/change, but kindly mention the same in your letter.

For the year 2017-18 the R&D expenditure incurred from 23.03.2018 to 31.03.2018 would be eligible for weighted deduction. You are requested to segregate and submit your accounts accordingly.

Yours faithfully,


(**Er. Purushottam Kumar**)
Scientist 'C'



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अधिकार
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नई दिल्ली - 110016
GOVERNMENT OF INDIA
MINISTRY OF SCIENCE AND TECHNOLOGY
Department of Scientific and Industrial Research
Technology Bhavan, New Mehrauli Road,
New Delhi - 110016

FORM NO. 3 CM

**Order of approval of in-house Research & Development
Facility under section 35(2AB) of the Income Tax Act, 1961**

1. Name and Address **M/s Shakti Pumps (India) Limited,
Plot No. 401, 402 & 413, Sector III,
Industrial Area, Pithampur District,
Dhar, Madhya Pradesh - 454774
Phone no.: 07292-410500
PAN NO : AAEC55027L**
2. Nature of the business of the company:
**Manufacturing of energy efficient high quality water pumps coupled with designated motors which
Operate on AC or DC.**
3. Objectives of the scientific research to be conducted by In-house Research and Development facility:
 - To fostering the innovation
 - To generate energy efficient pumps and special motors at low cost to keep us at the leading edge of high performance pumping solutions
 - To enhance range of products to meet the future needs of evolving market by providing a strong proposition for customers & their requirement with overall objective of least rejection (i.e. below 1%) and highest possible efficiency.
4. Address at which such Research & Development facility is/are located:
Plot No. 401, 402 & 403 Sector III, Industrial Area, Pithampur District, Dhār, Madhya Pradesh
5. Ref. No. and date of the application: **Nil dated 27.03.2018.**
6. Registration No. /Recognition No. Date and validity of recognition granted by : Department of Scientific and Industrial Research to the In-house R&D centre of company:
TU/IV-RD/4294/2018 dated 26.03.2018 valid up to 31.03.2020.

The above Research & Development facilities is approved for the purpose of section 35(2AB) from, 23.03.2018 to 31.03.2020, subject to the conditions underlined therein.

Place: **New Delhi**
Date: **07th October, 2018**


(Indu Bhaskar)
Scientist 'G'

(For and on behalf of Secretary, DSIR)

File No: TU/IV-15(1671)/2018
Order No: TU/IV-15(1671)/35(2AB)/3CM/1382/2018

Copy to:

1. **M/s Shakti Pumps (India) Limited, Plot No. 401, 402 & 413, Sector III, Industrial Area, Pithampur District, Dhar, Madhya Pradesh - 454774**
2. **The Chief Commissioner of Income-tax, Aaykar Bhawan, Area Hills, Bhopal**