



Dear Shareholder,

Please note that, pursuant to Finance Act 2020, dividend income is taxable at the hands of shareholders w.e.f. April 1, 2020 and the Company will deduct tax at source from the dividend paid at the prescribed rates if the cumulative amount of dividend paid during the year exceeds Rs.5,000/-. Shareholders are also requested to note that in case their PAN is not registered, tax will be deducted at a higher rate of 20%.

In addition to the above, provisions of the Section 206AB of the Income Tax Act, 1961, will also be applicable for deducting TDS from 1st July 2021 onwards for which the following are the criteria:

- a) TDS will be at higher rate for the specified persons who have not filed the IT returns for the last 2 years and also the total TDS/ TCS was more than Rs.50,000 or more in 2 each previous years (For example, for the financial year 2022-23, returns should have been filed for the financial years 2021-22 and 2020-21).
- b) If a Member is entitled for a tax deducted at source of 10% and falls under the category as mentioned in (a) above, then TDS will be at 20% (twice the prescribed rate).
- c) Shareholders are encouraged to file the return on or before 28th February 2023. (ITR for the last two years i.e., 2020-21 and 2021-22 can be filed now if there is tax payable under ITR).

In this regard, to avail the non-deduction of tax, shareholders are requested to submit Form No. 15G/15H (For non - residents, Form 10F along with all supporting documents to claim beneficial rates of tax) as applicable, by sending email to investors@inel.co.in. The declarations submitted shall be valid for all dividend(s) declared during that financial year unless there has been a change in the declaration(s) intimated by the Shareholders to the Company/ Share Transfer Agent.



India Nippon Electricals Ltd

REGD. OFFICE

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Tel : +91 44 28460073, **Email :** inelcorp@inel.co.in

CIN : L31901TN1984PLC011021

To download the forms, click:

1. [Form 15G](#)
2. [Form 15H](#)
3. [Form 10F along with Instructions](#)
4. [Declaration by Insurance Companies/ Mutual Funds/ Alternative Investment Funds/ Beneficial Owners](#)

Shareholders may download the above forms, as applicable to them and submit the same.

For India Nippon Electricals Ltd

S Logitha

Company Secretary & Compliance Officer

Date: 24th February 2023

Place: Chennai

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