

Date: 28.01.2022

Proposed Interim Dividend (FY 2021-22)-intimation of Record Date, Taxability of Dividend and other connected matters

Dear Shareholder,

This is to inform you that the Board of Directors of EIL in its next meeting scheduled to be held on Wednesday, 9th February, 2022 would inter-alia, consider and approve payment of Interim Dividend FY 2021-22. If interim dividend approved at such meeting, Record date for entitlement of dividend will be Thursday, 17th February, 2022. The same has been communicated to the Stock Exchanges where the equity shares are listed.

Pursuant to Income Tax Act, 1961, as amended by Finance Act 2020, dividend paid or distributed after 1st April, 2020 shall be taxable in the hands of shareholders w.e.f. 1st April, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates.

Important dates in this regard are as follows:

| S.No | Particulars | Relevant date |
|------|---|-------------------------------|
| 1. | Record date for the purpose of ascertaining the eligibility of shareholders for payment of interim dividend Members whose names appear in the Register of Members including the list of Beneficial Owners as provided by the Depositories as on Thursday, 17th February, 2022 | Thursday, 17th February, 2022 |
| 2. | Last date for submitting exemption, lower tax rate, DTAA benefit etc. in respect of proposed Interim Dividend for the FY 2021-22. | Friday, 11th February, 2022 |
| 3. | Dividend Payment Date Dividend, if approved, by the Board of Directors will be paid within 30 days of declaration of dividend. | |

In case of resident shareholder who was exempted from TDS on the earlier dividend paid in FY 2021-22 and the consolidated dividend amount based on the PAN if exceeds the threshold limit of Rs.5000/- , then in such cases, TDS on full dividend being paid in FY 2021-22 shall be deducted from the current Interim Dividend for FY 2021-22.

In this connection, Tax Rate and documents required for claiming exemption, lower tax rate, DTAA benefit etc is attached as Annexure-1 below.

Yours faithfully,



S. K. Padhi
Company Secretary

उत्कृष्टता का आधार - हमारे कर्म

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RESIDENT SHAREHOLDERS:

| S. No. | Category of shareholder | TDS Rate with Valid PAN | TDS Rate applicable when No/Invalid PAN | Underlying Section and Rules referred |
|--------|---|--------------------------------------|---|---------------------------------------|
| 1. | <u>Resident Individual:</u> | | | |
| a. | General | 10% | 20% | Section 194, 206AA |
| b. | Submits Form 15G | NIL | Form invalid - 20% | Section 197(A), Rule 29C, 206AA |
| c. | Submits Form 15H (For persons aged 60Y or more) | NIL | Form invalid - 20% | Section 197(A), Rule 29C, 206AA |
| d. | Submits Lower/NIL deduction certificate | Rate as per certificate | Can't be obtained without Valid PAN | Section 197, 206AA |
| 2. | <u>All other Resident shareholders except Individuals and exempt categories</u> | | | |
| a. | General | 10% | 20% | Section 194, 206AA |
| b. | Submits Lower/NIL deduction certificate | Rate as per certificate | Can't be obtained without Valid PAN | Section 197, 206AA |
| c. | Form 15G/15H can't be submitted for any assessee other than Individual for Section 194 | NA | NA | |
| 3. | <u>Resident shareholders being exempt from TDS under Section 196</u> | NIL TDS based on document submission | | Section 196 |
| a. | The Government | | | |
| b. | The Reserve Bank of India | | | |
| c. | Corporation established under a Central Act exempt from Income Tax | | | |
| d. | Mutual Fund specified in 10(23D) | | | |
| 4. | <u>Resident shareholders being exempt from TDS under Section 194:</u> Insurance Companies | NIL TDS based on document submission | | Section 194 |

NOTE 1. The above rates are subject to Shareholder being a Non-specified person under Section 206AB. In case of "specified persons" higher Tax deduction as per Section 206AB shall apply and no benefit of lower tax deduction certificates can be extended.

NON -RESIDENT SHAREHOLDERS:

| S. No. | Category of shareholder | TDS Rate with Valid PAN | TDS Rate applicable when No/Invalid PAN | Underlying Section and Rules referred |
|--------|--|---|---|---|
| 1. | <u>Non - Residents:</u> | | | |
| | All Non - Resident Shareholders including Foreign Institutional Investors (FII), Foreign Portfolio Investors (FPI) | 20% (plus applicable surcharge and Cess) OR Rate as per DTAA whichever is lower | 20% (plus applicable surcharge and Cess) OR Rate as per DTAA whichever is lower | Section 195, Section 196D , 115A, Rule 37BC |

NOTE 2. Surcharge and cess are applicable to the tax rates as per the Act in case of all the NR shareholders. Also, wherever DTAA rates are applied, they are considered to be final i.e. not to be increased by surcharge or cess as provided under the domestic tax laws of India.

LIST OF DOCUMENTS TO BE PROVIDED BY SHAREHOLDER/BENEFICIAL OWNER :

| Field Name | List of Supporting documents |
|---|---|
| PAN | Copy Of PAN CARD |
| If Shareholder is Resident Individual <ul style="list-style-type: none"> Whether willing to submit Form 15G/15H as applicable | Copy Of Duly Signed Form 15G/15H With Valid Pan |
| Whether Lower Deduction certificate has been provided under Section 197 | Valid Lower Deduction Certificate From Authority In Respect Of Section 194/195 Depending On Residential Status |
| Shareholder falls in category of Resident shareholders being exempted from TDS under Section 196 | |
| <ul style="list-style-type: none"> The Government The Reserve Bank of India Corporation established under a Central Act exempt from Income Tax Mutual Fund specified in 10(23D) | <p>A. Govt/ RBI/ Corporation established under a Central Act to establish exemption from Income Tax:</p> <ul style="list-style-type: none"> (i) Copy of the PAN card (ii) Certificate of registration of the corporation and copy of gazette notification (iii) Declaration that the corporation is exempt from income tax <p>B. Mutual Fund specified in 10(23D) to establish they are covered in 10(23D)</p> <ul style="list-style-type: none"> (i) Copy of the PAN |

| | |
|--|---|
| | (ii) Certificate of registration of Mutual Fund with SEBI |
| Shareholder falls in following categories to which Section 194-TDS on dividends not applicable | |
| <ul style="list-style-type: none"> Life Insurance Corporation of India established under the Life Insurance Corporation Act, 1956 (31 of 1956), in respect of any shares owned by it or in which it has full beneficial interest; General Insurance Corporation of India (hereafter in this proviso referred to as the Corporation) or to any of the four Companies (hereafter in this proviso referred to as such company), formed by virtue of the schemes framed under sub-section (1) of section 16 of the General Insurance Business (Nationalisation) Act, 1972 (57 of 1972), in respect of any shares owned by the Corporation or such company or in which the Corporation or such company has full beneficial interest; any other insurer in respect of any shares owned by it or in which it has full beneficial interest. | <p>LIC/ GIC / Insurer</p> <ul style="list-style-type: none"> (i) Certificate of registration of Insurer with IRDA / LIC / GIC, as applicable (ii) Copy of PAN |

NOTE 3.

Where DTAA rate is to be applied, following documents shall be provided:

- PAN, if available
- Tax Residency Certificate (TRC) valid for FY 2021-22 obtained from Authorities of the Country where shareholder is Resident
- Form 10F duly filled
- Declaration to the effect that:
 - Dividend Income is not attributable to any Permanent Establishment (PE) or Fixed Base in India
 - Non -resident is Eligible to claim benefit of DTAA. Shareholder has no reason to believe that his/ her claim for the benefits of the DTAA is impaired in any manner
 - Non- Resident receiving Dividend Income is beneficial owner of shares
 - Shareholder is and will continue to remain a tax resident of the country of its residence during the financial year 2021-22