



DEEP INDUSTRIES LIMITED
(Formerly known as Deep CH4 Limited)

CIN: L14292GJ2006PLC049371

Registered Address: 12A & 14, Abhishree Corporate Park,
Ambli Bopal Road, Ambli, Ahmedabad – 380058

Ph.: 02717-298510 Fax: 02717-298520

E-mail: tds@deepindustries.com Website: www.deepindustries.com

Communication to Shareholders – Intimation on Tax Deduction at Source (TDS)

Date: 30 August 2022

Dear Shareholder,

Ref: Folio_DP_CL_ID :

Name of Shareholder :

Sub: Deep Industries Limited - Intimation on Tax Deduction at Source (TDS) on Final Dividend for the financial year 2021-22

Dear Shareholder,

Greetings from Deep Industries Limited !!

We hope this e-mail finds you safe and in good health.

We are pleased to inform you that the Board of Directors at its meeting held on Saturday, May 7, 2022 has recommended Final Dividend of Rs.1.85 i.e. 18.5% on the face value of Rs.10/- per equity share for the year ended on March 31, 2022, subject to approval of the Shareholders of the Company at the ensuing annual general meeting.

The Final Dividend if declared by the shareholders at the ensuing Annual General Meeting shall be paid to the Equity Shareholders whose names appear on the Register of Members of the Company or in the records of the Depositories viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as beneficial owners of the equity shares as on Friday, September 9, 2022 (“record date”) Which is the record date fixed for the purpose. The said Dividend if declared shall be paid within stipulated timelines as prescribed under law. Those shareholders, who have not registered their bank account details with the depository participant, would receive demand draft at their registered address.

In accordance with the provisions of the Income Tax Act, 1961 (Act) as amended by and read with the provisions of the Finance Act, 2020, dividend income will be taxable in the hands of Shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from Dividend paid to Shareholders at the prescribed rates. The rate of tax deducted at source will vary depending on the residential status of the Shareholder and documents registered with the Company. This communication summarizes the applicable TDS

provisions in accordance with the provisions of the Act for various shareholder categories, including a Resident or Non-Resident shareholder. Accordingly, the Dividend will be paid after deducting TDS as explained herein.

All shareholders are requested to ensure that the below details are completed and/or updated, as applicable, in their depository records through their depository participant (if shares are held in Demat form) or in the register of members through Registrar and Share Transfer Agent (if shares are held in physical form) on or before September 8, 2022.

A. RESIDENT SHAREHOLDERS

A.1. Tax Deductible at Source for Resident Shareholders

Sr. No.	Particulars	Rate of Deduction of Tax at Source	Documents Required, (if any)
1.	Valid PAN updated in the Company's Register of Members	10%	No Document required (if no exemption is sought) No deduction of taxes in the following cases - If dividend income to a resident Individual shareholder during FY 2022-23 does not exceed INR 5,000/-, If the shareholder is exempted from TDS provisions through any circular or notification and provides an attested copy of the PAN along with the documentary evidence in relation to the same.
2.	No PAN/Valid PAN not updated in the Company's Register of Members	20%	No Document required (if no exemption is sought)
3.	Availability of lower/nil tax deduction certificate issued by Income Tax Department u/s 197 of Income Tax Act, 1961	Rate specified in the Certificate	Lower/nil tax deduction certificate obtained from Income Tax Authority

A.2. No Tax Deductible at Source on Dividend payment to Resident Shareholders if the Shareholders submit and register following documents mentioned in column no. 4 of the below table with the Company/ Company's RTA – Link Intime India Private Limited

Sr. No. (1)	Particulars (2)	Rate of Deduction of Tax at Source (3)	Documents Required, (if any) (4)
1.	Submission of Form No. 15G/15H	NIL	Declaration in Form No. 15G (applicable to any person other than a Company or a Firm) / Form No.15H (applicable to an Individual who is 60 years and above), fulfilling certain conditions. Please download Form No. 15G/15H from the Income Tax website www.incometaxindia.gov.in .
2.	Shareholders to whom section 194 of the Income Tax Act, 1961 does not apply such as LIC, GIC, etc.	NIL	Documentary evidence that the said provisions are not applicable.
3.	Shareholder covered u/s 196 of Income Tax Act, 1961 such as Government, RBI, corporations established by Central Act & Mutual Funds.	NIL	Documentary evidence for coverage u/s 196 of the Income Tax Act, 1961.
4.	Category I and II Alternative Investment Fund.	NIL	SEBI registration certificate to claim benefit u/s 197A (1F) of the Income Tax Act, 1961.
5.	<ul style="list-style-type: none"> · Recognised provident funds · Approved superannuation fund · Approved gratuity fund 	NIL	Necessary documentary evidence as per Circular No. 18/2017 issued by Central Board of Direct Taxes (CBDT).
6.	National Pension Scheme	NIL	No TDS as per section 197A (1E) of the Income Tax Act, 1961.
7.	Any other entity exempt from withholding tax under the provisions of section 197A of the Act (including those mentioned in Circular No. 18/2017 issued by CBDT)	NIL	<ul style="list-style-type: none"> · Copy of PAN card · Self-declaration along with adequate documentary evidence, substantiating the nature of the entity · Copy of the lower tax withholding certificate obtained from Income Tax Department (<i>except those covered by Circular 18/2017</i>)

B. NON-RESIDENT SHAREHOLDERS

Tax deducted at source on Dividend payment to Non-Resident Shareholders if the Non-Resident Shareholders submit and register following documents mentioned in column no. 4 of the below table with the Company/ Company's RTA – Link Intime India Private Limited

Sr. No. (1)	Particulars (2)	Rate of Deduction of Tax at Source (3)	Documents Required, (if any) (4)
1.	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess)	<ul style="list-style-type: none">• FPI Registration Certificate/Number• Copy of PAN card (if available)• Self-declaration• Copy of Tax Residency certificate issued by revenue authority of country of residence of shareholder for the financial year 2022 and financial year 2023 (covering the period from April 1, 2022 to March 31, 2023)• Self-Declaration in Form 10F <p><i>(Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholders. In case the documents are found to be incomplete, the Company reserves the right to not consider the tax rate prescribed under the tax treaty).</i></p>
2.	Other Non-Resident Shareholders	20% (plus applicable surcharge and cess) or tax treaty rate, whichever is beneficial	To avail beneficial rate of tax as per applicable tax treaty, following tax documents would be required: <ul style="list-style-type: none">• Tax Residency certificate issued by revenue authority of country of Residence of Shareholder for the year in which dividend is received.

			<ul style="list-style-type: none"> · Permanent Account Number (PAN) · Form No. 10F filled & duly signed · Self-declaration by the Shareholder for non-existence of permanent establishment / fixed base in India. · Self-declaration by the shareholder regarding the satisfaction of the place of effective management (POEM), principal purpose test, General Anti Avoidance Rule (GAAR), Simplified Limitation of Benefit test (wherever applicable), as regards the eligibility to claim recourse to concerned Double Taxation Avoidance Agreements. <p>(Note: Application of beneficial tax treaty rate shall depend upon the completeness of the documents submitted by the non-resident shareholder and review to the satisfaction of the Company)</p>
3.	Indian Branch of a Foreign Bank	NIL	Lower/Nil tax deduction certificate u/s 195(3) obtained from Income Tax Authority. Self-declaration confirming that the income is received on its own account and not on behalf of the Foreign Bank.
4.	Availability of Lower/Nil tax deduction certificate issued by Income Tax Department u/s 197 of Income Tax Act, 1961	Rate specified in the certificate	Lower/Nil tax deduction certificate obtained from Income Tax Authority.
5.	Non-Resident Shareholders who are tax residents of Notified Jurisdictional Area as defined u/s 94A(1) of the Act	30%	NIL

- C. Kindly note that the aforementioned documents are required to be emailed to the Company at tds@deepindustries.com on or before September 8, 2022 in order to enable the Company to determine and deduct TDS / withholding tax at appropriate rate. Alternatively, physical documents may be sent to Company's Registered Office at the following address:

DEEP INDUSTRIES LIMITED

Registered Address:

12A & 14, Abhishree Corporate Park,
Ambli Bopal Road, Ambli,
Ahmedabad – 380058.

- D. In case TDS is deducted at a higher rate, an option is still available with the Shareholder to file the return of income and claim an appropriate refund from the Income-tax department.
- E. In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided/ to be provided by the Member/s, such Member/s will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any assessment / appellate proceedings.
- F. The tax withholding rates referred above are based on the law prevailing as on the date.
- G. In the event there is ambiguity in law or interpretation or matters concerning tax withholding, the highest applicable tax withholding rate shall be considered on a conservative basis.

Please note that the Company will not be able to consider the documents /communication sent physically or by email, after September 8, 2022.

Note:

- If the PAN is not as per the database of the Income-tax Portal, it would be considered as invalid PAN.
- Given the current Covid scenario, the Company would accept scanned copy of the duly signed and verified Form 15G/15H. However, All documents to be submitted are required to be self-attested (the documents should be signed by shareholder/authorised signatory stating the document to be "certified true copy of the original").
- If the original Form 15G/15H is required in future, the Company would call for the same from the shareholders.
- Application of TDS rate is subject to necessary due diligence and verification by the Company of the shareholder details as available in register of members on the record date and any other additional documents that may be submitted.

- Members 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.
- Section 206AB, is applicable to all shareholders. Section 206AB of the act mandates special provision for TDS in respect of Tax Payers who have not filed their income tax return. The rates shall be as specified in the said section.
- In terms of rule 37BA of Income tax rule 1962, if dividend income on which tax has been deducted at source is assessable in the hands of a person other than the registered member, than such registered member should furnish a declaration containing the name, address, pan of the person to whom TDS credit is to be given, proportion of credit and reason for giving credit to such person with the company in manner prescribed by rule. Such declaration shall be submitted within due timeline as prescribed in this email.
- The TDS amount will be reflected in Form 26AS of the shareholder, which can be downloaded from their e-filing account at <https://incometaxindiaefiling.gov.in>

This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment from the Company or its affiliates its Registrar & Transfer Agent. Shareholders should consult their tax advisors for requisite action to be taken by them.

Thanking you,

**For Deep Industries Limited
(Formerly known as Deep CH4 Limited)**

**CS Falak Patel
Company Secretary & Compliance Officer**