GULF OIL LUBRICANTS INDIA LIMITED
CIN: L23203MH2008PLC267060
Registered Office: IN Centre, 49/50, M.I.D.C., 12th Road, Andheri (East), Mumbai, Maharashtra - 400 093,
Phone No.: +91 022 6648 7777
Email Id: secretarial@gulfoil.co.in **Website:** https://india.gulfoilltd.com/

Dear Member(s),

Subject: Communication on deduction of tax at source on Interim Dividend declared for the financial year ending 31 March 2024

We are pleased to inform you that the Board of Directors of Gulf Oil Lubricants India Limited at its Meeting held on February 5, 2024 has declared payment of interim dividend of **Rs. 16/- per equity share** on face value of Rs. 2/- each for the Financial Year ending March 31, 2024.

Members may note that the Income Tax Act, 1961, as amended by the Finance Act, 2020, mandates that dividends paid or distributed by a Company after 1st April, 2020 shall be taxable in the hands of the Shareholders. The Company shall therefore be required to deduct Tax at Source (TDS) at the time of payment of dividend. The deduction of tax at source will be based on the category of shareholders and subject to fulfillment of conditions as provided below.

UPDATION OF PAN / CATEGORY / RESIDENTIAL STATUS / EMAIL

To enable your company to identify the appropriate rate of TDS/Withholding Tax, all Shareholders need to ensure that below details are completed/updated in their respective Demat account(s) maintained with the Depository participant(s); or in case of shares held in Physical Form, with company's Registrar & Transfer Agent (RTA)-KFin Technologies Limited, on or before the record date i.e. February 13, 2024.

- Valid Permanent Account Number [PAN]
- Category of shareholder (Individual, HUF, FIRM, Company etc.)
- Residential Status (Resident or Non-Resident)
- Email ID for communication.

In absence of updation of above by February 13, 2024, information as per Depository Participants' and RTA's records (as applicable) will be used by the Company and the same shall be considered as final & binding on the Shareholder.

In absence of valid PAN, TDS will be deducted as per Section 206AA of the Income Tax Act, 1961 [i.e. 20% or rates in force, whichever is higher]

SUBMISSION OF CONCESSIONAL FORMS / DECLARATIONS

Certain category of shareholders which are exempted from deduction of tax at source may note that they are required to submit certain Forms/Declarations/Documents [as mentioned in later part of this Communication] in order to enable the Company to determine and deduct appropriate TDS / withholding Tax rate.

The Shareholders are requested to upload the said Documents/Forms on the upload centre of Company's RTA, https://ris.kfintech.com/form15/ or email to einward.ris@kfintech.com or may submit the physical documents to M/s. KFintech Technologies Ltd, Unit: Gulf Oil Lubricants India Limited, Selenium Tower B, Plot 31-32, Financial District, GachiBowli, Serilingampally Mandal, Nanakramguda, Hyderabad - 500032 Telangana Toll free number :1800 309 4001

Shareholders are advised to submit the said documents well in advance to ensure proper compliance. No Forms/Declaration/Documents on the tax determination / deduction as mentioned above shall be considered after February 13, 2024

APPLICABILITY OF TDS/WITHHOLDING TAX ON DIVIDEND WILL BE AS UNDER:

FOR RESIDENT SHAREHOLDERS:

Category of shareholder	Tax Deduction Rate	Exemption applicability / Documentation requirement
Resident Shareholder	10%	No TDS shall be deducted in the case where the total Dividend Income for FY 2022-23 to the Individual Shareholder does not exceed Rs. 5,000/-
Resident Individual submitting form 15G/15H	NIL	• Duly filled- Form 15G (Individual less than 60 years age) • Duly filled Form 15H (Individual with age 60 years or more)
Insurance Companies	NIL	• Self-Attested copy of PAN & IRDAI Registration Certificate • Duly signed self-declaration
Mutual Funds	NIL	• Self-Attested copy of PAN & Registration Certificate • Duly signed self-declaration
Alternative Investment Fund Category- I & II	NIL	• Self-Attested copy of PAN & Registration Certificate issued by SEBI • Self-Declaration that its income is exempt under section 10(23FBA) read with Section 115UB read with Section 197A(1F) of the Act.

New Pension System Trust	NIL	• Self-Attested copy of PAN • Self-Declaration supporting its exemption
Other shareholders	NIL	• Self-Attested copy of PAN • Self-Declaration supporting its exemption
Order u/s 197 of the Act	Rate provided in the order	• Valid Lower / NIL Withholding Tax Certificate obtained from Income Tax Authorities • Self-attested copy of PAN

FOR NON-RESIDENT SHAREHOLDERS

Category of shareholder	Tax Deduction Rate	Exemption applicability / Documentation requirement
Non-Resident Shareholder Other than Foreign Institutional Investors / Foreign Portfolio Investors ('FII/FPI']	20% (plus applicable surcharge and cess)	If Non-Resident Shareholder wishes to avail the benefits of Tax Treaty, they will have to submit the following: • Self-attested copy of Permanent Account Number (PAN Card), if any, allotted by the Indian income tax authorities; • Self-attested copy of Tax Residency Certificate (TRC) obtained from the tax authorities of the Country of which the Shareholder is resident. • Duly signed Form 10F with all the requisite details • Self-Declaration by the Non-Resident Shareholder of having no Permanent Establishment (No PE) /Fixed Base in India, beneficial ownership & compliance with provisions of Multilateral Instrument (MLI). The format for "Form 10F" and "Self Declaration by Non-Residents" is attached in this email. The Company is not obligated to apply the beneficial DTAA rates at the time of Tax deduction / withholding on Dividend amounts. Application of beneficial DTAA Rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by Non- Resident Shareholder
Foreign Institutional Investors, Foreign Portfolio Investors (FII, FPI).	20% (plus applicable surcharge and cess)	Tax to be deducted as per the provisions of Section 196D of the Income Tax Act, 1961 Self-Attested copy of SEBI registration certificate

Shareholder being tax resident of Singapore	20% (plus applicable surcharge and cess)	Letter issued by the competent authority or any other evidences demonstrating the non-applicability of Article-24 – Limitation of Relief under India-Singapore Double Taxation Avoidance Agreement (DTAA).
Submitting Order under section 197 or 195 of the Act.		• Valid Lower / NIL Withholding Tax Certificate obtained from Income Tax Authorities for the F.Y. 2022-23 • " Self-attested copy of PAN

Section 206AB of the Act:

Rate of TDS @10% u/s 194 of the Act is subject to provisions of section 206AB of Act (effective from July 1, 2021) which introduces special provisions for TDS in respect of non-filers of income-tax return. As provided in section 206AB, tax is required to be deducted at the highest of following rates in case of payments to specified persons:

- at twice the rate specified in the relevant provision of the Act; or
- at twice the rate or rates in force; or
- at the rate of 5%.

Where sections 206AA and 206AB are applicable simultaneously i.e. the specified person has not submitted the PAN as well as not filed returns; the tax shall be deducted at the higher of the two rates prescribed in these two sections.

The term 'specified person' is defined in sub section (3) of section 206AB of the Act who satisfies the following conditions

- A person who has not filed the income tax return for two previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing of return of income under section 139(1) of the Act has expired; and
- The aggregate of TDS and TCS in his case is ₹50,000 or more in each of these two previous years.

The non-resident who does not have the permanent establishment is excluded from the scope of a specified person.

We request you to inform us well in advance and before record date if you are covered under the definition of 'specified person' as provided in section 206AB of the IT Act. The Company reserves its right to recover any demand raised subsequently on the Company for not informing the Company or providing wrong information about applicability of Section 206AB in your case.

To summarise, dividend will be paid after deducting the tax at source as under

1. NIL for resident shareholders receiving dividend upto Rs. 5,000/- or in case Form 15G / Form 15H (as applicable) along with self-attested copy of the PAN card is submitted.

2. 10% for other resident shareholders in case copy of PAN card is provided / available.

3. 20% for resident shareholders if copy of PAN card is not provided / not available / not linked with Aadhar Number.

4. Tax will be assessed on the basis of documents submitted by the non-resident shareholders.

5. 20% plus applicable surcharge and cess for non-resident shareholders in case the relevant documents are not submitted.

6. Lower/ NIL TDS on submission of self-attested copy of the valid certificate issued under section 197 of the Act.

Aforesaid rates will be subject to applicability of section 206AB of the Act.

The 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.

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 Shareholder(s), such Shareholder(s) will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any appellate proceedings.

It may be further noted that in case the tax on said dividend is deducted at a higher rate, in absence of receipt of the aforementioned details / documents from residential shareholders, there would still be an option available to the shareholder to claim the appropriate refund at the time of filing the return of income as per eligibility. No claim shall lie against the Company for such taxes deducted.

UPDATION OF BANK ACCOUNT DETAILS:

While on the subject, in order to facilitate receipt of dividend directly in your bank account, Shareholders are requested to ensure that their bank account details (IFSC Code, MICR etc.), PAN, KYC and nominations in their respective demat accounts (with the DP) / physical folios (with the RTA in Form ISR-1) are updated, to enable the Company to make timely credit of dividend in their bank accounts.

In case of any queries, the Shareholders may write to us at M/s. KFIN TECHNOLOGIES LIMITED, Unit: Gulf Oil Lubricants India Limited, Selenium Tower B, Plot 31-32, Financial District, GachiBowli, Serilingampally Mandal, Nanakramguda, Hyderabad 500032 Telangana Toll Free No: 1800 - 309 - 4001 or send email to einward.ris@kfintech.com .

Above communication on TDS sets out the provisions of law in a summary manner only and does not purport to be a complete analysis or listing of all potential tax consequences. Shareholders are advised to consult with their own tax advisors for the tax provisions that may be applicable to them.