



Gujarat State Petronet Ltd.

GSPL Bhavan,
E-18, GIDC Electronics Estate, Nr. K-7 Circle,
Sector-26, Gandhinagar-382028.
Tel.: +91-79-23268500/600 Fax : +91-79-23268506
Website : www.gspcgroup.com

Ref : GSPL/S&L/2022-23
8th August, 2022

To
The Manager (Listing)
The BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001
Company Code: 532702

To
The Manager (Listing)
The National Stock Exchange of India Ltd.
"Exchange Plaza", Bandra-Kurla
Complex, Bandra (E), Mumbai - 400 051
Company Code: GSPL

Dear Sir/ Madam,

Sub: Communication sent to Shareholders - Intimation on Tax Deduction on Dividend.

Pursuant to the Finance Act, 2020, with effect from 1st April, 2020, Dividend Distribution Tax has been abolished and dividend income is taxable in the hands of the Shareholders.

In this regard, please find enclosed herewith an e-mail communication which has been sent to all the Shareholders of the Company whose e-mail IDs are registered with the R&TA/Depositories explaining the process on withholding tax from Dividends to be paid to the Shareholders at prescribed rates.


This communication is also being made available on the website of the Company at www.gspcgroup.com.

This is for your information and records.

Thanking You,

Yours Faithfully,

For Gujarat State Petronet Limited,


Rajeshwari Sharma
Company Secretary





GUJARAT STATE PETRONET LIMITED

(CIN : L40200GJ1998SGC035188)

Regd. Off: GSPC Bhavan, Behind Udyog Bhavan,

Sector - 11, Gandhinagar - 382010 (Gujarat)

Ph: 079 - 66701001, Fax: 079 - 23236477

Website: www.gspcgroup.com, Email: investors.gspl@gspc.in

Date – 06th August 2022

Ref: Folio/ DP ID & Client ID :

Name of the Shareholder:

Subject: Communication for Deduction of Tax at Source on Dividend to be declared in F.Y. 2022-23 (pertaining to F.Y. 2021-22)

Dear Shareholder(s)

We wish to inform you that the Board of Directors of your Company at its Meeting held on 12th May, 2022 has recommended Dividend of Rs. 2/- per Equity Share for the Financial Year ended 31st March, 2022 and the said Dividend will be payable after the approval of Shareholders at the ensuing Annual General Meeting.

As you may be aware, in terms of the provisions of the Income Tax Act, 1961, ("the Act"), Dividend paid or distributed by a Company on or 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 / Withholding tax"] at the time of payment of Dividend at the applicable rates as per the provisions of the Act.

UPDATION OF PAN / CATEGORY / RESIDENTIAL STATUS

To enable us to identify the appropriate 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 R&TA KFin Technologies Limited/ Company, **on or before 02nd September 2022**.

1. Valid Permanent Account Number [PAN]
2. Category of shareholder (Individual, HUF, FIRM, Company etc.)
3. Residential Status as per Income Tax Act for F.Y. 2022-23 (Resident or Non-Resident)

In absence of updation/confirmation of above details by 02nd September 2022, information as per Depository Participant's and R&TA's records (as applicable) will be used by the Company for determining the TDS on Dividend and the same shall be considered as final & binding to the Shareholder.

In absence of valid PAN / no 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 who wish to avail benefit of exemption/lower deduction of Tax, 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 Registrar and Transfer Agent ['R&TA'], KFin Technologies Limited ("KFin") at <https://ris.kfintech.com/form15> or email to einward.ris@kfintech.com or may submit the physical documents to **KFin Technologies Limited, Unit : Gujarat State Petronet Limited, 6th Floor, Selenium Tower B, Plot Nos. 31 & 32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad - 500032 - India**

The Forms should be submitted through the above specified mode only on or before **07th September 2022**. 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 **07th September 2022**.

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 from the respective entity paying the dividend does not exceed Rs. 5,000/-
Resident Individual submitting form 15G/15H	NIL	<ul style="list-style-type: none">• Duly filled Form 15G (Individual less than 60 years age)• Duly filled Form 15H (Individual with age 60 years or more) Blank Form 15G and 15H can be downloaded from the website of the Company at http://gspcgroup.com/gspl/tds-dividend
Insurance Companies	NIL	<ul style="list-style-type: none">• Self-Attested copy of PAN & IRDAI Registration Certificate• Dully signed self-declaration about beneficial ownership of shares & applicability of exemption proviso of section 194 of Income Tax Declaration format can be downloaded from the website of the Company at http://gspcgroup.com/gspl/tds-dividend
Mutual Funds specified under section 10(23D) of the IT Act	NIL	<ul style="list-style-type: none">• Self-Attested copy of PAN & Registration Certificate• Dully signed self-declaration that its income is exempt under Section 10(23D) of the Act and there is no requirement to deduct TDS in view of section 196(iv) of the Income Tax Act Declaration format can be downloaded from the website of the Company at http://gspcgroup.com/gspl/tds-dividend
Persons Covered under Section 196 of the IT Act (e.g. Govt., RBI, Corporations established by Central Act and exempt from income tax)	NIL	<ul style="list-style-type: none">• Dully signed self-declaration about beneficial ownership of shares & applicability of exemption proviso of section 196 of Income Tax



Category of shareholder	Tax Deduction Rate	Exemption applicability/ Documentation requirement
Alternative Investment Fund Category- I & II	NIL	<ul style="list-style-type: none"> 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.
National Pension Scheme	NIL	<ul style="list-style-type: none"> A Declaration that their income is exempt under Section 10(44) of the Act and there is no requirement to deduct TDS u/s 197A(1E) of the Act Attested copies of registration documents and PAN
Any other entity exempt from withholding tax under the provisions of section 197A of the IT Act (including those mentioned in Circular No. 18/2017 issued by Central Board of Direct Taxes ('CBDT'))	NIL	<ul style="list-style-type: none"> A Declaration that they are duly covered under section 197A r.w. circular No.18/2017 issued by CBDT & TDS is not required to be deducted on dividend income accrued to them Attested copies of registration documents, PAN & document substantiating the exemption claimed.
Order u/s 197 of the Act	Rate provided in the order	<ul style="list-style-type: none"> Valid Lower / NIL Withholding Tax Certificate obtained from Income Tax Authorities for the F.Y. 2022-23 Self-attested copy of PAN Company's Tax Deduction Account No. [TAN] which is required for applying for Lower / NIL TDS certificate is : AHMG01428A

FOR NON-RESIDENT SHAREHOLDERS

Category of shareholder	Tax Deduction Rate	Exemption applicability/ Documentation requirement
Non-Resident Shareholder including Foreign Institutional Investors / Foreign Portfolio Investors ('FII/FPI')	20% (plus applicable surcharge and cess) OR Tax treaty rate (if the same is availed on the basis of submission of requisite documents & disclosures)	<p>If Non-Resident Shareholder wishes to avail the benefits of Tax Treaty, they will have to submit the following:</p> <ul style="list-style-type: none"> 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) applicable for FY 2022 - 23 obtained from the tax authorities of the Country of which the Shareholder is resident. <p>In case, the TRC is furnished in a language other than English, the said TRC would have to be translated from such other language to English language and thereafter duly notarized / apostilled copy of the TRC would have to be provided</p>



Category of shareholder	Tax Deduction Rate	Exemption applicability/ Documentation requirement
		<ul style="list-style-type: none"> • <u>Copy of Form 10F electronically filed with income tax department</u> as mandated by notification 03/2022 dated 16-07-2022 • 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). • For FII & FPI, in addition to the above documents, certificate of registration with SEBI is also required to be submitted <p>The sample format for "Form 10F" and "Self Declaration by Non-Residents" can be downloaded from the website of the Company at http://gspcgroup.com/gspl/tds-dividend</p> <p><u>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.</u></p>
Non-Resident Shareholders who are tax residents of Notified Jurisdictional Area as defined u/s 94A(1) of the IT Act	30%	Not Applicable
Submitting Order under section 197 or 195 of the Act.	Rate provided in the order	<ul style="list-style-type: none"> • Valid Lower / NIL Withholding Tax Certificate obtained from Income Tax Authorities for the F.Y. 2022-23 • Self-attested copy of PAN • Company's Tax Deduction Account No. [TAN] which is required for applying for Lower / NIL TDS certificate is : AHMG01428A

NOTE: 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.

Exemption / Lower TDS will be granted to the eligible Shareholder only if the documents submitted by the Shareholder are complete in all respect & subject to satisfactory review by the Company.



Applicability of Section 206AB of Income Tax Act, 1961

Finance Act, 2021, has inserted new section 206AB of the Act effective from 01st July 2021, providing higher rate of TDS for payees (1) Who has not filed income tax return for preceding previous year and the time limit for filing such return u/s 139(1) has lapsed and (2) The aggregate of TDS & Tax Collected at Source in his case is Rs.50,000/- or more in that previous year.

TDS rates applicable for such payee shall be twice the applicable rates.

The non-resident who does not have a permanent establishment in India is excluded from the scope of a specified person. Further, CBDT vide its circular dated 21st June, 2021 have provided a mechanism of compliance check u/s 206AB on reporting portal of Income Tax Department. In the event of person being identified as a 'specified person' as per the CBDT online utility, then tax will be deducted at higher rate as discussed above.

DECLARATION UNDER RULE 37BA OF IT RULES, 1962

As per Rule 37BA of the Income Tax Rules, 1962, any entity holding shares on behalf of registered shareholders or acting as a custodian, should inform by submitting declaration to the Company/ RTA, about providing credit of TDS and issue of TDS certificate to the respective beneficiary. **The said declaration should be submitted on or before 07th September 2022.**

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.

Above communication for TDS on dividend is a summary of the provisions of Income Tax Act, 1961. Hence, it should not be presumed to be a complete analysis or listing of all potential tax consequences. Shareholders should consult with their own tax advisors for the tax provisions applicable to their particular circumstances.

We shall arrange to email the soft copy of TDS certificate to you at your registered email ID in accordance with the provisions of the Income Tax Act 1961 after filing of the quarterly TDS Returns of the company.

In case of any queries, the Shareholders may write to us at einward.ris@kfintech.com / investors.gspl@gspc.in

Thanking You.

Yours faithfully,

For Gujarat State Petronet Limited

Rajeshwari Sharma
Company Secretary

