



R SYSTEMS INTERNATIONAL LIMITED

Corporate Identity Number: L74899DL1993PLC053579

Registered Office: GF-1-A, 6, Devika Tower, Nehru Place, New Delhi – 110019, India

Corporate Office: 3rd Floor, Tower No. 1, IT/ITES SEZ of Artha Infratech Pvt. Ltd, Plot No. 21, Sector TechZone-IV, Greater Noida West, Gautam Buddha Nagar, Uttar Pradesh - 201306, India

rsystems.com

Phone: +91-120-4303500 | **Email:** rsil@rsystems.com

REF: SECT/05/2025/13

DATE: MAY 09, 2025

To, The Managing Director National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra – East, Mumbai – 400 051 NSE Symbol – RSYSTEMS	To, The General Manager BSE Limited P.J. Towers, Dalal Street, Mumbai - 400 001. BSE Scrip Code - 532735
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Dear Sir,

SUB: COMMUNICATION TO SHAREHOLDERS - INTIMATION ON TAX DEDUCTION ON DIVIDEND

This is with reference to our letter No. SECT/05/2025/08 dated May 08, 2025, regarding intimation of declaration of interim dividend for the year 2025 at the rate of Rs. 6.00/- per equity share of Re. 1/- each by the Board of Directors of R Systems International Limited (“Company”).

As per the Income Tax Act, 1961, as amended, dividend paid by companies shall be taxable in the hands of the shareholders.

In this regard, please find enclosed herewith the email communication which has been sent to all the shareholders having their email ID’s registered with the Company/ Depositories explaining the detailed provisions regarding the taxability along with the necessary annexures.

This information is also available at the website of the Company at the following link:

<https://www.rsystems.com/communication-on-tax-deduction/>

This is for your information and records.

Thanking you.

Yours faithfully,

For R Systems International Limited

Bhasker Dubey
(Company Secretary & Compliance Officer)



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Tel: +91 - 120 - 4303500

Website: www.rsystems.com; **Email:** Investors@rsystems.com

Date: May 09, 2025

Dear Shareholder,

We are pleased to inform you that the Board of Directors of R Systems International Limited (the “Company”/ “R Systems”) at its meeting held on May 08, 2025, has declared an Interim Dividend of Rs. 6.00/- per equity share of Re. 1/- each for the financial year ending on December 31, 2025. The record date for the purpose of Interim Dividend 2025 is Wednesday, May 14, 2025. The said interim dividend will be paid on or before June 06, 2025.

As you are aware that as per the Income Tax Act, 1961 (the “Act”), as amended from time to time, dividend paid by companies 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 making the payment of the dividend at the rates applicable to each category and residential status of shareholder.

Accordingly, shareholders holding shares in dematerialized mode, are requested to update their records such as residential status, permanent account number (PAN) and register their e-mail addresses, mobile numbers, bank details and other KYC details with their relevant depositories through their depository participants and shareholders holding shares in physical mode are requested to furnish details to the Company’s Registrar and Share Transfer Agent i.e., MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited) at https://web.in.mpms.mufg.com/helpdesk/Service_Request.html, if not already done. This will enable us to determine the appropriate TDS rate (if any).

This communication provides a brief of the applicable Tax Deduction at Source (TDS) provisions under the Act for Resident and Non-Resident shareholder categories.

I. FOR RESIDENT SHAREHOLDERS:

Tax is required to be deducted at source under Section 194 of the Act at the rate of 10% on the amount of dividend where shareholders have registered their valid Permanent Account Number (PAN). In case, shareholders do not have PAN/ have not registered their valid PAN details in their account/have not linked their Adhaar & PAN, TDS at the rate of 20% shall be deducted under the provisions of the Act.

a) Resident Individuals:

No tax shall be deducted on the dividend payable to resident individuals if:

- i. Aggregate dividend paid/to be paid to them by the Company during the Financial Year (FY) 2025-26 does not exceed Rs. 10,000/-; or
- ii. The shareholder provides Form 15G (applicable to individual)/ Form 15H (applicable to an Individual above the age of 60 years), provided that all the required eligibility conditions are met. Please note that all fields are mandatory to be filled up and Company may at its sole discretion reject the form if it does not fulfil the requirement of law. Formats of Form 15G and 15H are enclosed as **Annexure 1** and **Annexure 2**, respectively.
- iii. Exemption certificate is issued by the Income-tax Department, if any.

b) Resident Non-Individuals:

No tax shall be deducted on the dividend payable to the following resident non-individuals where they provide details and documents as per the format attached in **Annexure 3**:

- i. **Insurance Companies:** Self declaration that it qualifies as 'Insurer' as per section 2(7A) of the Insurance Act, 1938 and has full beneficial interest with respect to the equity shares owned by it along with self-attested copy of PAN card and certificate of registration with Insurance Regulatory and Development Authority (IRDA)/ LIC/ GIC.
 - ii. **Mutual Funds:** Self-declaration that it is registered with SEBI and is notified under Section 10 (23D) of the Act along with self-attested copy of PAN card and certificate of registration with SEBI.
 - iii. **Alternative Investment Fund (AIF):** Self-declaration that its income is exempt under Section 10 (23FBA) of the Act, and they are registered with SEBI as Category I or Category II AIF along with self-attested copy of the PAN card and certificate of AIF registration with SEBI.
 - iv. **New Pension System (NPS) Trust:** Self-declaration that it qualifies as NPS trust and income is eligible for exemption under section 10(44) of the Act and being regulated by the provisions of the Indian Trusts Act, 1882 along with self-attested copy of the PAN card.
 - v. **Other Non-Individual shareholders:** Self-attested copy of documentary evidence supporting the exemption along with self-attested copy of PAN card.
- c) In case, shareholders (both individuals or non-individuals) provide certificate under Section 197 of the Act, for lower/ NIL withholding of taxes, rate specified in the said certificate shall be considered, on submission of self-attested copy of the same. The certificate should be valid for FY 2025-26, must have name of the Company and should cover the dividend income.**

II. FOR NON-RESIDENT SHAREHOLDERS:

- a) Taxes are required to be withheld in accordance with the provisions of Section 195 of the Act as per the rates as applicable. As per the relevant provisions of the Act, the withholding tax shall be at the rate of 20% (plus applicable surcharge and cess) on the amount of dividend payable to them. In case, non-resident shareholders provide a certificate issued under Section 197/195 of the Act, for lower/ Nil withholding of taxes, rate specified in the said certificate shall be considered, on submission of self-

attested copy of the same. The certificate should be valid for FY 2025-26, must have name of the Company and should cover the dividend income.

- b) Further, as per Section 90 of the Act, the non-resident shareholder has the option to be governed by the provisions of the Double Tax Avoidance Treaty (DTAA) between India and the country of tax residence of the shareholder, if they are more beneficial to them. For this purpose, i.e., to avail Tax Treaty benefit, the non-resident shareholders are required to provide the following:
- i. Self-attested copy of the PAN card allotted by the Indian Income Tax authorities. In case, PAN is not available, the non-resident shareholder shall furnish (a) name, (b) e-mail id, (c) contact number, (d) address in residency country, (e) Tax Identification Number of the residency country (format attached herewith as **Annexure 4**).
 - ii. Self-attested copy of Tax Residency Certificate (TRC) (for financial year April 1, 2025 to March 31, 2026) obtained from the tax authorities of the country of which the shareholder is a resident.
 - iii. Self Attested Copy of Online-declaration in Form 10F (for financial year April 1, 2025 to March 31, 2026).
 - iv. Self-declaration by shareholder of meeting treaty eligibility requirement and satisfying beneficial ownership requirement. (for financial year April 1, 2025 to March 31, 2026) (format attached herewith as **Annexure 5**).
 - v. In case of Foreign Institutional Investors and Foreign Portfolio Investors, copy of SEBI registration certificate.
 - vi. Non-resident Shareholder complies with any other condition prescribed in the relevant Tax Treaty and provisions under the Multilateral Instrument ('MLI')

It is recommended that shareholders should independently satisfy their eligibility to claim DTAA benefit including meeting of all conditions laid down by DTAA.

Kindly note that the Company is not obligated to apply beneficial DTAA rates at the time of tax deduction/ withholding on dividend amounts. Application of beneficial rate as per DTAA for the purpose of withholding taxes shall depend upon completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholder.

The Company shall arrange to e-mail the soft copy of TDS certificate to you at your registered e-mail id in due course, post payment of the said dividend.

In case of joint shareholding, the withholding tax rates shall be considered basis the status of the primary beneficial shareholder.

III. FOR SHAREHOLDERS HAVING MULTIPLE ACCOUNTS UNDER DIFFERENT STATUS/ CATEGORY:

Shareholders holding equity 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 terms of Rule 37BA of the Income Tax Rules 1962, if dividend income on which tax has been deducted at source is assessable in the hands of a person other than the deductee, then such deductee should file declaration with Company in the manner prescribed in the Rules.

IV. SUBMISSION OF TAX RELATED DOCUMENTS:

The aforesaid documents (duly completed and executed) such as Form 15G/ 15H, documents under section 196, 197A and other applicable provisions of the Act are required to be uploaded on the link <https://web.in.mpms.mufig.com/formsreg/submission-of-form-15g-15h.html> on or before May 14, 2025 to enable the Company to determine the appropriate TDS/ withholding tax rate applicable. **Any communication on the tax determination/deduction received post May 14, 2025 shall not be considered.**

Documents sent to any other email ids may lead to non-submission of documents and attract TDS as per the provisions of the Act.

It may be further noted that in case the tax on said dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/ documents from a shareholder, there would still be an option available with the shareholder to file the return of income and claim an appropriate refund, if eligible.

Shareholders will also be able to see the credit of TDS in Form 26AS, which can be downloaded by login into their e-filing account at <https://www.incometax.gov.in>.

In the event of any income-tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information 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 assessment/ appellate proceedings before the Tax/ Government authorities.

Kindly note that 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. Shareholder(s) should consult with their own tax advisors for the tax provisions applicable to their particular circumstances.

UPDATION OF BANK ACCOUNT DETAILS:

In order to facilitate receipt of dividend directly in your bank account, shareholders are requested to ensure that their correct bank account details are updated in their respective demat accounts/physical folios, to enable the Company to make timely credit of dividend in their bank accounts. We seek your cooperation in this regard.

Please reach out to us at investors@rsystems.com for any queries.

For R Systems International Limited

Bhasker Dubey
Company Secretary & Compliance Officer

Click here to download

[Annexure-1](#)

[Annexure-2](#)

[Annexure-3](#)

[Annexure-4](#)

[Annexure-5](#)