



LINCOLN PHARMACEUTICALS LIMITED

CIN: L24230GJ1995PLC024288

Registered Office: "LINCOLN HOUSE", Behind Satyam Complex,
Science City Road, Sola, Ahmedabad, Gujarat – 380 060, India.

Phone +91-79-4107-8000; **Fax** +91-79-4107-8062,

E-mail: info@lincolnpharma.com, **Website:** www.lincolnpharma.com

Date: August 09, 2021

Dear Shareholder,

Subject: Lincoln Pharmaceuticals Limited – Communication of deduction of tax at source on Dividend.

The board of directors of the Company at its Meeting held on May 25, 2021, recommended payment of dividend of Rs. 1.50 [One rupee and fifty paise] per equity share of Rs. 10 each (i.e. 15%) for the year ended March 31, 2021. Dividend is subject to approval of members at the ensuing annual general meeting, for the financial year ended March 31, 2021. The members holding shares on record date i.e. the date prior to the commencement of the book closure, will only be entitled to receive the final dividend as per the details to be furnished by the RTA / Depositories for this purpose. The final dividend, once approved by the members at the AGM, will be paid within statutory time limit of 30 days.

This communication is made to the members of Lincoln Pharmaceuticals Limited ("**the Company**") with respect to TDS Provisions in accordance with the provisions of the Income Tax Act, 1961 as amended by the Finance Act, 2020, with effect from April 01, 2020, dividend declared and paid by the Company is taxable in the hands of its members and the Company is required to deduct tax at source (TDS) from dividend paid to the members at the applicable rates. **No tax will be deducted on payment of dividend to the resident individual shareholders if the total dividend to be paid during the financial year does not exceed Rs 5,000/-**. The rate of tax deducted at source will vary depending on the residential status of the shareholder and documents registered with the Company.

A. RESIDENT SHAREHOLDERS:

A1. Tax Deductible at Source for Resident Shareholders

Sr. No. (1)	Particulars (2)	Rate of Deduction of Tax at Source (3)	Documents required (if any) (4)
1	Valid PAN updated in the Company's Register of Members	10%	No document required (if no exemption is sought)
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

A2. No Tax Deductible at Source on dividend payment to resident shareholders if the Shareholders submit and register following documents as mentioned in column no. 4 of the below table with the Company / RTA of the Company

Sr. No. (1)	Particulars (2)	Withholding Tax Rate (3)	Documents required (if any) (4)
1	Submission of Form 15G/ Form 15H	NIL	Declaration in Form No. 15G (applicable to any person other than a company or a firm) / Form 15H (applicable to an Individual who is 60 years and above), fulfilling certain conditions
2	Shareholders to whom section 194 of the Income Tax, 1961 does not apply such as LIC, GIC, etc.	NIL	Documentary evidence that the said provisions are not applicable

Sr. No. (1)	Particulars (2)	Withholding Tax Rate (3)	Documents required (if any) (4)
3	Shareholders covered u/s 196 of Income Tax Act, 1961 such as Government, RBI, corporations established by Central Act & mutual funds specified u/s. 10 (23D) of the Income-tax Act, 1961.	NIL	Documentary evidence for coverage u/s 196 of Income Tax Act, 1961
4	Category I and II Alternative Investment Fund	NIL	SEBI registration certificate to claim benefit under Section 197A (1F) read with section 10(23FBA) of 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 System Trust referred to in Section 10(44) of the Income Tax Act, 1961	NIL	Documentary evidence for coverage u/s. 197A (1E)

B. NON-RESIDENT SHAREHOLDERS:

Withholding tax on dividend payment to non-resident shareholders if the non-resident shareholders submit and register following document as mentioned in column no.4 of the below table with the Company / RTA of the Company

Sr. No. (1)	Particulars (2)	Withholding Tax Rate (3)	Documents required (if any) (4)
1	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess)	FPI registration number/certificate
2	Other Non-resident shareholders	20% (plus applicable surcharge and cess) OR Tax Treaty Rate whichever is beneficial	<p>To avail beneficial rate of tax as per applicable tax treaty, following documents would be required:</p> <ol 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; PAN; Form 10F duly filled in & signed; Self-declaration for non-existence of permanent establishment/ fixed base in India Self-declaration by 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 eligibility to claim recourse to concerned tax treaty <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>

Sr. No. (1)	Particulars (2)	Withholding Tax Rate (3)	Documents required (if any) (4)
3	Indian Branch of a Foreign Bank	Nil	Lower 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 certificate	Lower / Nil tax deduction certificate obtained from Income Tax Authority

- To view / download Form 15G [click here](#)
- To view / download Form 15H [click here](#)
- To view / download Form 10F [click here](#)
- To view / download Letter Foreign Company has no PE in India [click here](#)
- To view / download Resident Tax Declaration [click here](#)
- To view / download Self declaration [click here](#)

The aforesaid documents such as Form 15G / 15H, documents under section 196, 197A, FPI Registration Certificate, Tax Residency Certificate, Lower Tax certificate etc. can be uploaded on the link <https://linkintime.co.in/formsreg/submission-of-form-15g-15h.html> **on or before September 10, 2021** to enable the Company to determine the appropriate TDS / withholding tax rate applicable. **Any communication on the tax determination / deduction received post September 10, 2021 shall not be considered.**

Application of TDS rate is subject to necessary verification by the Company of the shareholder details as available in Register of Members as on the records date and other documents available with the Company / RTA.

Shareholders will be able to download the TDS details from the Income Tax Department's website <https://incometaxindiaefiling.gov.in> (refer to Form 26AS).

In case TDS is deducted at a higher rate in the absence of receipt of the aforementioned details / documents, an option is still available with the shareholder to file the return of income and claim an appropriate refund. No claim shall lie against the Company for such taxes deducted.

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 appellate proceedings.

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. Shareholders should consult their tax advisors for requisite action to be taken by them.



LINCOLN PHARMACEUTICALS LIMITED

CIN: L24230GJ1995PLC024288

Registered Office: "LINCOLN HOUSE", Behind Satyam Complex,
Science City Road, Sola, Ahmedabad, Gujarat – 380 060, India.

Phone +91-79-4107-8000; **Fax** +91-79-4107-8062,

E-mail: info@lincolnpharma.com, **Website:** www.lincolnpharma.com

UPDATION OF PAN AND EMAIL ADDRESS:

Shareholders are requested to register / update their PAN and email address:

- With their Depository Participant(s) with whom they maintain their demat accounts, if shares are held in dematerialized mode by submitting the requisite documents. Details in a form prescribed by your Depository Participant may also be required to be furnished.
- With the RTA of the Company if shares are held in physical mode by submitting (i) Signed request letter (of the registered shareholder) which shall contain shareholder's name, folio number, PAN number and email address and (ii) self-attested copy of PAN card at Link Intime India Pvt. Ltd., 5th Floor, 506 To 508, Amarnath Business Centre-1 (ABC-1), Beside Gala Business Centre, Nr. St. Xavier's College Corner, Off C G Road, Ellisbridge, Ahmedabad, Gujarat – 380 006, India.

UPDATION OF BANK ACCOUNT DETAILS:

To avoid delay in receiving the dividend, Shareholders are requested to register / update their complete bank details:

- With their Depository Participant(s) with whom they maintain their demat accounts, if shares are held in dematerialized mode by submitting the requisite documents. Details in a form prescribed by your Depository Participant may also be required to be furnished.
- With the RTA of the Company if shares are held in physical mode by submitting (i) Signed request letter (of the registered shareholder) which shall contain shareholder's name, folio number, bank details (Bank account number, Bank and Branch name, folio number, IFSC, MICR details) (ii) self-attested copy of PAN card and (iii) cancelled cheque leaf at Link Intime India Pvt. Ltd., 5th Floor, 506 To 508, Amarnath Business Centre-1 (ABC-1), Beside Gala Business Centre, Nr. St. Xavier's College Corner, Off C G Road, Ellisbridge, Ahmedabad, Gujarat – 380 006, India.

We request your co-operation in this regard.

Yours faithfully,

FOR LINCOLN PHARMACEUTICALS LIMITED

NIREN A. DESAI
COMPANY SECRETARY &
COMPLIANCE OFFICER
ACS No. 60285

Note: This being a computer generated letter does not require signature.