

Ref. No.: LIC/SE/2025-26/42

Date: July 08, 2025

To
The Manager
Listing Department,
BSE Limited,
Phiroze Jeejeebhoy Tower,
Dalal Street,
Mumbai-400001
Scrip Code: 543526

The Manager
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor, Plot C/1,
G Block, Bandra Kurla Complex,
Mumbai-400051
Scrip Code: LICI

Dear Sir/Madam,

Sub: Communication to Members (Shareholders) – Intimation regarding Tax Deduction at Source (TDS) on Final Dividend for F.Y. 2024-25

We enclose herewith an e-mail communication, which is being sent to all the members of the Life Insurance Corporation of India (“the Corporation”) whose e-mail addresses are registered with the Corporation/RTA/Depository Participants, explaining the procedure of deduction of tax at source from Final dividend payable to the members for the Financial Year 2024-25, subject to the approval of members in the ensuing Annual General Meeting of the Corporation scheduled to be held on August 26, 2025.

Please take the above information on record and arrange for dissemination. A copy of this intimation is also being made available on the website of the Corporation at www.licindia.in.

Yours faithfully,

For Life Insurance Corporation of India

(Anshul Kumar Singh)
Company Secretary & Compliance Officer

Encl.: a/a



LIFE INSURANCE CORPORATION OF INDIA
(constituted under the Life Insurance Corporation Act, 1956)

IRDAI Registration No. 512

Central Office: 'Yogakshema', Jeevan Bima Marg, Mumbai, Maharashtra – 400 021

Tel. No.: 022 – 2202 2079

e-mail: investors@licindia.com; website: www.licindia.in

Date: July 8, 2025

Ref: Folio / DP Id & Client Id No: _____

Name of the Member(s): _____

Dear Member(s),

We are pleased to inform you that the Board of Directors of Life Insurance Corporation of India ("LIC" or "LICI" or "the Corporation"), in its meeting held on May 27, 2025, has recommended a final dividend of ₹ 12 /- (Rupees Twelve only) per equity share of the face value of ₹10/- each (120%) for the financial year 2024-25.

The recommended dividend, if approved by the members of the Corporation at the ensuing Annual General Meeting ("AGM") of the Corporation, scheduled to be held on **Tuesday, August 26, 2025**, will be paid to those members, holding equity shares of the Corporation, as on the **record date i.e., Friday, July 25, 2025**.

The Final Dividend will be paid to the eligible members within 30 days from the date of declaration, i.e., **on or before September 24, 2025** through various online modes or any other permissible modes. In case of absence of the bank details of Members, the Corporation will pay the final dividend through any permissible mode.

Pursuant to the SEBI master circular dated May 07, 2024 read with circular dated June 10, 2024, has mandated that with effect from April 01, 2024, the members who hold equity shares in physical form and who have not updated PAN and KYC details in their folios shall, inter-alia, be eligible to get dividend only through electronic mode after updating PAN and KYC details (Postal address with PIN and Mobile Number), Bank Account Details and Specimen Signature in their folios. Such members are also requested to provide "Choice of Nomination" for facilitating smooth transmission of securities held by them.

Members are requested to ensure that their bank account details are updated in their respective de-mat accounts/physical folios, to enable the Corporation to make timely credit of dividend in their bank accounts.

As per the Income Tax Act, 1961 ("IT Act/IT Act 1961"), as amended by the Finance Act, 2020, dividend paid or distributed by the Corporation on or after April 1, 2020, shall be taxable in the hands of the members. The Corporation shall therefore be required to deduct tax at source ("TDS") at the applicable rates at the time of making payment of final dividend.

The TDS rate may vary depending on the residential status of the members, documents submitted by the members and accepted by the Corporation in accordance with the provisions of the IT Act. The TDS for various categories of members along with required documents are summarized below:

A) For Residential Members

Resident Individual Members:

- ❖ Exemption on TDS will be given or a NIL/lower tax rate will be applied to the dividend payable to resident member on submission of relevant documents listed below:

Applicable Section	Category	TDS Rate	Required Documents
194	Members with valid PAN and aggregate total dividend received during the FY 2025-26 does not exceed ₹ 10,000/-	NIL	a) Valid Permanent Account Number (PAN)
	Members with valid PAN and aggregate total dividend received during the FY 2025-26 exceed ₹ 10,000/-	10%	a) Valid Permanent Account Number (PAN)
197	Members holding Lower Deduction or NIL Deduction Certificate	Rate specified in Certificate	a) Self-attested copy of PAN b) Submission of Lower or NIL withholding Tax Certificate for the FY 2025-26 under Section 197 of IT Act, with TAN of Corporation MUML13465E.
197A(1A)	Members who have submitted Form 15G (for members below 60 years)	NIL	a) Submission of valid declaration in Form 15G (applicable to individuals) Click here OR b) Form 15H (applicable to individuals aged 60 years or more) Click here
197A(1C)	Members who have submitted Form 15H (for members above 60 years)	NIL	
206AA	Members who have submitted invalid PAN details/no PAN details /not linked PAN with Aadhar	20%*	a) Update valid PAN details in your de-mat account /s maintained with Depository Participant/RTA

**The Corporation will be using online functionality of the Income-tax department for determining status of PAN of the member. If PAN is not linked with Aadhar, kindly do so, to avoid higher Tax deduction.*

Resident – Other than Individual Members:

- ❖ A Lower/NIL tax rate will be applied to the dividend payable to resident member on submission of relevant documents listed below:

Applicable Section	Category	TDS Rate	Required Documents
194	Insurance Companies	NIL	a) A self-declaration that the entity is covered by the second proviso to Section 194 of the IT Act, 1961 and has full beneficial interest with respect to the shares owned by it; b) Self-attested copy of IRDAI registration certificate; and c) Self-attested copy of PAN card.
196	Mutual Funds	NIL	a) A self-declaration that the entity is governed by the provisions of Section 10(23D) of the IT Act, 1961; b) Self-attested copy of SEBI registration certificate; and c) Self-attested copy of PAN card.
196	Government, Reserve Bank of India (RBI), Specified Corporations established by or under Central Act whose income is exempt from tax	NIL	a) A self-declaration that the entity is governed by the provisions of Section 196 of the IT Act, 1961 read with circular issued thereunder; b) Self-attested copy of relevant registry documents; c) Self-attested copy of PAN card.
197	Members holding Lower Deduction or NIL Deduction Certificate	Rate specified in Certificate	a) Self-attested copy of PAN; b) Submission of Lower or NIL withholding Tax Certificate for the FY 2025-26 under

			Section 197 of IT Act, with TAN of Corporation MUMML13465E.
197A(1E)	New Pension Scheme (NPS) Trust	NIL	<p>a) A self-declaration that the entity is qualified as NPS Trust for the purpose of Section 197A(1E) of IT Act, 1961;</p> <p>b) A self-declaration that its income is eligible for exemption under section 10(44) of IT Act, 1961;</p> <p>c) Self-attested copy of registration Certificate;</p> <p>d) Self-attested copy of PAN card.</p>
197A(1F)	Alternative Investment Funds (AIF)	NIL	<p>a) A self-declaration that the income of the AIF is exempt under Section 10(23FBA) of the IT Act, 1961 and that they are governed as Category I or Category II AIF under the SEBI regulations;</p> <p>b) Self-attested copy of SEBI registration documents; and</p> <p>c) Self-attested copy of PAN card</p>
Note: Application of NIL rate at the time of tax deduction / withholding on the dividend is subject to completeness and satisfactory review by the Corporation/RTA, of the documents submitted by such Member.			

B) For Non-resident Members:

Non-Resident Members: <p>❖ Tax is required to be withheld in accordance with the provisions of Section 195 or 196D of the IT Act, 1961, at the rates in force and Lower/NIL tax rate will be applied to the dividend payable to the non-resident member on submission of relevant documents listed below:</p>			
Applicable Section	Category	TDS Rate	Required Documents
195 and 196D	Foreign Institutional Investors (FII)/Foreign Portfolio Investors (FPI)	As per the relevant provisions of the IT Act,	Please refer Point (C) for availing benefits of Double Tax Avoidance Agreement (DTAA) by Non-resident Members

		the withholding tax shall be @ 20% plus applicable surcharge and cess OR at the rates in force.	
195 and 197	Non-resident members holding NIL/Lower deduction Certificate	Rate specified in Certificate	Submission of Lower or NIL withholding Tax Certificate for the FY 2025-26 under Section 197 of IT Act, with TAN of Corporation MUML13465E .

C) Availing Benefits of Double Tax Avoidance Agreement (“DTAA”) by Non-resident Members:

As per Section 90 of the IT Act, a non-resident member has the option to be governed by the provisions of the DTAA between India and the country of tax residence of the member, if they are more beneficial to the member. For this purpose, i.e., to avail the DTAA benefits, the non-resident member will have to provide the following documents and declarations:

[Click here for the format](#)

- a) Copy of PAN Card (duly attested) allotted by the Indian Income Tax authorities;
- b) Self-declaration to be provided under Rule 37BC (2) of the Income Tax Rules, 1962 (“the Rules”), in case PAN is not available; [Click here for the format](#)
- c) Copy of Tax Residency Certificate (TRC) (of FY 2025-26 or calendar year 2025, valid as on record date) obtained from the tax authorities of the country of which the member is resident;

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 and apostilled copy of the TRC would have to be provided;
- d) Copy of Form 10F electronically filed for FY 2025-26 on the income-tax web portal;
- e) In case of Foreign Institutional Investors and Foreign Portfolio Investors, copy of SEBI registration certificate; and
- f) In case of member being tax resident of Singapore, furnish the letter issued by the competent authority or any other evidence demonstrating the non-applicability of Article 24 - Limitation of Relief under India-Singapore DTAA.

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

Kindly note that the Corporation 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 to the non-resident member for the purpose of withholding taxes shall depend upon completeness and satisfactory review of the documents by the Corporation.

D) Declaration under Rule 37 BA of Income Tax Rules, 1962 (“the rules”):

- In terms of Rule 37BA of the Rules, if dividend income on which tax has been deducted at source is assessable in the hands of a person other than deductee, then such deductee should file declaration with Corporation in the manner prescribed in the Rules. [Click here for the format](#)
- In case of joint shareholding, the withholding tax rates shall be considered on the basis of status of the primary beneficial shareholder.

E) General instructions for Members:

1. To enable the Corporation to make timely credit of dividend, you are requested to update your bank account details in your respective de-mat accounts maintained with depository participant.
2. The Permanent Account Number (PAN) will be mandatorily required for claiming any of above referred tax exemption.
3. As per Section 139AA of the IT Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar, shall be required to link the PAN with Aadhaar. In case of failure to comply with this, the PAN allotted shall be deemed to be invalid/inoperative and tax shall be deducted at the rate of 20% as per the provisions of section 206AA of IT Act.
4. A fresh Form 15G/ 15H, as applicable, has to be submitted by the members on each dividend event to continue the claim of TDS exemption. In no case, form 15G/15H submitted by the members on earlier occasions shall be considered for claiming TDS exemption on the payment of this dividend.
5. If a resident/ non-resident member has obtained a lower or Nil withholding tax certificate from the tax authorities and provides a copy of the same to the Corporation on **TAN – MUML13465E**, tax shall be deducted on the dividend payable to such member at the rate specified in the said certificate. Any Certificate received in any other TAN of the Corporation will not be accepted.
6. In case, members hold shares under multiple accounts, under different status/ category but under a single PAN, the highest rate of tax as applicable to the status in which shares held under the said PAN will be considered on the entire holding in different accounts.
7. The documents, as referred above, will be verified by the Corporation/RTA, and will be considered while deducting the appropriate taxes, if any, provided the documents are in accordance with the provisions of IT Act.
8. The Corporation will be using online functionality of the Income-tax department for determining status of PAN of the member. If PAN is not linked with Aadhar, kindly do so, to avoid higher Tax deduction. Members may visit <https://www.incometax.gov.in/iec/foportal/> for FAQ issued by the Government on PAN Aadhar linking.
9. In case tax on dividend is deducted at a higher rate in the absence of receipt of any of the details/ valid documents, as referred above, from the members within the timeline mentioned above,

the members may consider claiming appropriate refund, as may be eligible in their return of income. No claim shall lie against the Corporation for such tax deducted.

10. Members will also be able to see the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://www.incometax.gov.in/iec/foportal/>
11. Certificate in respect TDS, if any, can be downloaded from the link <https://ris.kfintech.com/clientservices/tds/>, post filing of second quarter TDS return for the FY 2025-26
12. In order to enable us to determine the appropriate tax rate at which tax has to be deducted at source under the respective provisions of the IT Act, 1961, **we request Resident members as well as Non-Resident members to upload the details and documents referred to in this communication in the format provided by us and as applicable to you at <https://ris.kfintech.com/form15/>.** No communication on the tax determination / deduction shall be entertained beyond **5.00 p.m. (IST) on Friday, July 25, 2025.**

F) No claim shall lie against the Corporation for such taxes deducted.

In the event of any demand for income tax (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the Member(s), such Member(s) will be responsible to indemnify the Corporation and also provide the Corporation with all information/documents and co-operation in any relevant proceedings.

G) Submission of tax related documents:

Members may note that they can view /download tax related documents/declaration from the website of the Corporation /RTA. Please CLICK on the following links to download/view the forms:

Download/View Form 15G	Click here
Download/View Form 15H	Click here
Download/View Declaration under Rule 37BA	Click here
Download/View Declaration under Rule 37BC (2)	Click here
Download/View Declaration for availing DTAA benefits for non-resident members	Click here

We seek your co-operation in the matter.

Thanking you,

Yours sincerely,
For Life Insurance Corporation of India

-sd-
Anshul Kumar Singh
Company Secretary & Compliance Officer

Disclaimer: The information set out herein above is included for general information purposes only and does not constitute legal or tax advice. Since the tax consequences are dependent on facts and circumstances of each case, the investors are advised to consult their own tax consultant with respect to specific tax implications arising out of receipt of dividend.