

REPL::CASH DIVIDEND/ DISTRIBUTION::MANDATORY

Issuer & Securities

Issuer/ Manager

SARINE TECHNOLOGIES LTD.

Security

SARINE TECHNOLOGIES LTD - IL0010927254 - U77

Announcement Details

Announcement Title

Mandatory Cash Dividend/ Distribution

Date & Time of Broadcast

12-Aug-2021 00:22:17

Status

Replacement

Corporate Action Reference

SG210804DVCAB8XK

Submitted By (Co./ Ind. Name)

Amir J. Zolty

Designation

Company Secretary

Dividend/ Distribution Number

Not Applicable

Dividend/ Distribution Type

Interim

Financial Year End

31/12/2021

Declared Dividend/ Distribution Rate (Per Share/ Unit)

USD 0.015

Event Narrative

| Narrative Type | Narrative Text |
|---------------------|--|
| Taxation Conditions | 1. Please see attached an explanation with regard to the submission of an application for a reduced tax rate/exemption of dividend payments. 2. Please note that we amended the announcement made on 4 August, so to clarify that the payment of dividend is subject to 20% taxation (except as provided in the attached explanation). 3. In line with prior practice, the dividend payment shall be made in SGD (and once the dividend amount is converted into |

SGD we will issue an update to this announcement)..
3. The pay date has been changed - from 3 September 2021 to 2 September 2021.

Event Dates

Record Date and Time

16/08/2021 17:00:00

Ex Date

13/08/2021

Dividend Details

Payment Type

Payment Rate in Gross

Taxable

Yes

Tax Rate (%)

20

Gross Rate (Per Share)

USD 0.015

Net Rate (Per Share)

USD 0.012

Pay Date

02/09/2021

Gross Rate Status

Actual Rate

Country of Income

Israel

Attachments

[Announcement re Dividend Taxation 4 August 2021.pdf](#)

Total size = 178K MB

Related Announcements

Related Announcements

[08/08/2021 23:46:47](#)

[08/08/2021 23:27:08](#)

[04/08/2021 22:44:41](#)

Applicable for REITs/ Business Trusts/ Stapled Securities



4 August 2021

Taxation of the Dividend Payable on 3 September 2021

Further to the Company's announcement made on 4 August 2021, with respect to the contemplated payment of interim dividend for the year 2021, we would like to elaborate about the new procedure which shall apply the deduction of taxes from such dividend payment subject to the new instructions issued by the Israeli tax authorities (the "**ITA Instructions**"):

1. The Company has appointed IBI Trust Management from Ehad Ha'am 9 Tel Aviv (Shalom Tower); e-mail address IBI-CM@IBI.co.il; phone number +972 506 209 410 (the "**Tax Trustee**"), in compliance with the ITA Instructions.
2. At the payment date of any dividend from now and on, the Company shall deduct at source from any payment made through the CDP 20% (twenty percent) of the gross amount of such dividend and shall transfer such amount to the Tax Trustee. The remaining amount of such dividend (80%) shall be transferred to the shareholders through the CDP.
3. Any shareholder of the Company who is a resident of a country which is a party to a treaty for the avoidance of double taxation with Israel (An "**Eligible State**") and who has an equitable right to receive such dividend from the Company (an "**Applicant**"), may apply to the Tax Trustee, within 30 days from the date of the dividend payment, and request that the tax rate which shall apply to such payment shall be lower than 20% (the "**Application**").
4. In order to establish such Application, the Applicant shall submit to the Tax Trustee the following documents:
 - a. A bank statement relating to the bank account to which such dividend was to be paid (the "**Designated Account**"), as of the Books Closure Date, specifying the name of the bank, the name of the branch of the bank, the account number, the name of the registered owner of such bank account and the number of the Company's shares held through such account.
 - b. A bank statement relating to the Designated Account, as of the date of payment of such dividend, specifying the name of the bank, the name of the branch of the bank, the account number, the name of the registered owner of such bank account and the amount of dividend which was actually paid to such account.
 - c. A copy of the Applicant's certificate of identity:
 - i. If the Applicant is an individual – a clear scanned copy of the Applicant's passport or formal national identity card issued by the respective Eligible State.
 - ii. If the Applicant is a corporate entity – a copy of the Applicant's certificate of incorporation, issued by the Eligible State.
 - d. A letter issued by the tax authorities of the Eligible State, confirming that the Applicant is a resident of such Eligible State.
 - e. The Applicant shall state in the form attached as **Appendix A** that:
 - i. he/she/it is not a resident of Israel.



- ii. he/she/it is the equitable owner of the dividend and any other fruits of the shares of the Company.
 - iii. he/she/it has not invested in the Company's shares through his/her/its permanent establishment in Israel.
 - f. A shareholder who is a corporate entity shall attach its shareholders' register updated as of the Books Closure Date and shall attach a statement of at least 75% of its direct shareholders who are individuals and residents of the same Eligible State.
5. The Tax Trustee shall review all of the Applicant's documents, as well as any other document which may be required in order to establish the Applicant's eligibility to a reduced tax rate.
 6. Upon the completion of the Tax Trustee's review, the Tax Trustee shall either transfer to the Designated Account any tax refund due to the Applicant under the applicable tax regime and/or pay the balance amount to the Israeli tax authorities. Such payments shall be made within 30 days from the original payment date of the dividend.



Appendix A

**Sarine Technologies Ltd.
Dividends Distribution**

**CLAIM FOR REDUCED RATE OF WITHHOLDING TAX
IN ISRAEL ON DIVIDEND PAYMENTS TO A NON-ISRAELI TAX
RESIDENT**

You are receiving this "Declaration of Status for Israeli Income Tax Purposes" form as a holder of ordinary shares of no par value (the "**Shares**") of Sarine Technologies Ltd. Ltd., in connection with the payment of dividends to the shareholders of Sarine Technologies Ltd.

By completing this form in a manner that would substantiate your eligibility for a reduced rate of Israeli withholding tax with respect to this dividend distribution, you will allow Shrine Technologies Ltd. and its Israeli tax agent, to withhold tax in Israel from the dividend distribution made to you at a reduced tax rate.

This form should be completed and signed by the recipient of the dividend or by an authorized officer or representative of the recipient.

This claim is made pursuant to the Double Tax Convention between Israel and the country of residence of the recipient of the dividend.

PART A: RECIPIENT DECLARATION

RECIPIENT INFORMATION

| | | |
|--|--|--|
| Full name of the recipient: | For Individuals: Identity Number, Social Security No., or Passport No./ For Legal Entities: Registration No. /Corporation No. | Type of Investor: Legal Entity <input type="checkbox"/> Individual <input type="checkbox"/> Trust Beneficiary <input type="checkbox"/> |
| With respect to an individual | | With respect to a legal entity |
| Date of birth: | | The country in which it was incorporated: The country in which control and management are conducted: |
| Country of residence: | | |
| Country of citizenship: | | |
| Country issuing passport: | | |
| Income Tax File number of recipient in place of residence: _____ | | |



| | |
|--|---|
| Address of local income tax assessing office in recipient's place of residence: _____ | |
| The recipient is a fiscal resident of (insert country) _____ since (insert date)._____ . | |
| Permanent Address (country, city, street, house or apartment number): | |
| Mailing Address: | Investor's Telephone number: |
| | Telephone number of authorized signatory: |

With regard to an Individual:

I declare that I am not an Israeli resident because (please mark all applicable boxes):

| | | |
|--------------------------|----|--|
| <input type="checkbox"/> | 1. | The State of Israel is not my permanent place of residence. |
| <input type="checkbox"/> | 2. | The State of Israel is neither my place of residence nor my family's place of residence. |
| <input type="checkbox"/> | 3. | My ordinary or permanent place of activity is not within the State of Israel, and I do not have a permanent establishment in the State of Israel. |
| <input type="checkbox"/> | 4. | I do not engage in any occupation within the State of Israel. |
| <input type="checkbox"/> | 5. | I do not own a business or part of a business within the State of Israel. |
| <input type="checkbox"/> | 6. | This year, I did not stay and I do not intend to stay in Israel for 183 days or more. |
| <input type="checkbox"/> | 7. | This year, I did not stay in Israel and I also do not intend to stay in Israel for 30 days or more and my total stay in Israel this year and in the two preceding years will not reach 425 days. |
| <input type="checkbox"/> | 8. | I am not insured with the National Insurance Institute in the State of Israel. |
| <input type="checkbox"/> | 9. | I am the sole beneficial owner of the dividend income. |

With regard to a Legal Entity:

I declare that the Legal Entity is a non - Israeli resident because (please mark all applicable boxes):

| | | |
|--------------------------|----|---|
| <input type="checkbox"/> | 1. | Over 75% of the shareholders are individuals with the same residency as the Legal Entity (attached declaration of shareholders) |
| <input type="checkbox"/> | 2. | It is not registered /incorporated with the Registrar of Companies in Israel. |
| <input type="checkbox"/> | 3. | It is not registered with the Registrar of non profit organizations in Israel. (Amutot) |
| <input type="checkbox"/> | 4. | The control of the legal entity is not in Israel. |
| <input type="checkbox"/> | 5. | The management of the legal entity is not in Israel. |
| <input type="checkbox"/> | 6. | The legal entity does not have a permanent enterprise in Israel and the entity does not have |



| | | |
|--------------------------|----|---|
| | | a permanent establishment in the State of Israel |
| <input type="checkbox"/> | 7. | No Israeli resident holds, directly or indirectly via shares or through a trust or in any other manner, alone or with another who is an Israeli resident, one or more of the means of control of the legal entity, as specified below, at a rate exceeding 25%. The term "means of control" refers to the following: (a) the right to participate in profits; (b) the right to appoint a director; (c) the right to vote; (d) the right to share in the assets of the entity at the time of its liquidation; (e) the right to direct the manner of exercising one of the rights specified above. |
| <input type="checkbox"/> | 8. | The legal entity is the sole beneficial owner of the dividend income. |

DETAILS OF INCOME RECEIVED

Place of receipt (country, city, bank account number, Amount)

| Country | City | Bank name and account number | Amount |
|---------|------|------------------------------|--------|
| | | | |

The recipient declares that all the information provided above is accurate and complete.

Date of Signature

Signature of Recipient



PART B: CERTIFICATION OF FOREIGN INCOME TAX AUTHORITY

This part shall be completed and signed by the income tax authorities of the recipient's place of residence

1. I certify that:
- a. the recipient of the income is a fiscal resident of (insert country) _____;
 - b. the recipient regularly reports his income as required, the most recent income tax return filed being for the year _____;
 - c. the income concerned is/ is not subject to tax in (insert the recipient's country of residence)_____.

| | | |
|----------------------|-----------|-------------------|
| _____ | _____ | _____ |
| Date of Signature | Signature | Official Stamp |

2.Address of certifying official:_____

3.Position or Title of certifying official: _____

4.Name of Income Tax Authority official making this certification: _____



PART C: DOCUMENTATION

With regard to an Individual - List all documents attached –:

1. Copy of passport or identity card issued by the country of tax residency of shareholder
2. Bank statement from the date of entitlement to the dividend including bank account details of the account holder, bank name and account number and the number of listed shares held by the shareholder.
3. Bank statement from the date of payment of the dividend, including bank account details of the account holder, bank account number and the amount of the dividend received.

With regard to a Legal Entity - List all documents attached:

1. Copy of Certificate of Incorporation issued by the country of tax residency of shareholder
2. List of shareholders of the Legal Entity and declarations regarding their state of residency for tax purposes.
3. Bank statement from the date of entitlement to the dividend including bank account details of the account holder, bank name and account number and the number of listed shares held by the shareholder.