As India is one of the largest territories that we draw our students from, this guide has been prepared specifically to address the complexities of making payments from India.

We are seeking to have all payments from India made using the Flywire International payment platform, as our preferred payment partner. We believe that this gives our students the best payment experience, as well as access to competitive exchange rates.

Flywire is enabled so that Indian students, their parents or loan institutions can pay through Flywire using the following methods:

If you are holding funds in Rupees (INR)

- Bank Transfer in Indian Rupees (INR) – facilitated by local banking partner Lulu, who will also collect TCS levies through the Flywire platform. This will make the payment via Flywire seem greater than expected but tax refund documents are subsequently issued by the local banking partner, Lulu.
- Payment via Open Banking in INR – ICICI will collect TCS as a separate transaction
- Payment via debit and credit cards in INR – TCS will be dealt with by the card issuer

If you have access to funds in other currencies

These can be accessed in the dropdown menu in Flywire, there are options for USD, Euro and GBP. A £18 charge is levied by Flywire on transfers made from overseas GBP accounts.

The instructions for your own bank to make these payments are accessed in same way as if paying by Bank Transfer in INR, but there is no TCS requirement.

Exchange rates

If you believe the rates offered on bank transfers in INR are not competitive, then Flywire offer a best price guarantee

By providing a competitive bank quote (obtained online, phone or in person) showing your name / email and all include charges within 2 hours of initiating a bank transfer in Flywire to support@flywire.com, they will provide the price match assessment, and then adjust the rates on your payment to reflect this.

We encourage you to use this guarantee to ensure you are getting the best possible rates.

Tax collection

The Flywire platform is built to handle the Liberalised Remittance Scheme (LRS), and so will capture your PAN number in order to facilitate this. You will also be asked for the source of funds in order to calculate the TCS payable. This is normally calculated at a 5% rate over the 7k lakh threshold, and will be included in the amounts you will need to remit to Flywire on bank transfers.

If you have obtained funds from an Indian Educational Loan, you will be able to claim a rebate on the 5% charge down to the preferential 0.5% rate by contacting Lulu (tcs@in.luluforex.com) to refund the difference.

Detailed guidance and screen shots of the Flywire experience are shown in the attached link.
Indian payment options.
Contents

• Payment options
  • INR bank transfer (Lulu)
  • INR bank transfer with ICICI
  • Card payment options
  • Paying in GBP / EURO / US$

• Paying with Education Loans

• Detailed guidance and screens
  • LRS compliance (for bank transfers)
  • Tax collection at source (TCS)
Payment Options

Domestic Bank Transfer in INR
- National Electronic Funds Transfer (NEFT)
- Real Time Gross Settlement (RTGS)
- ICICI Online Bank Transfer

Credit/Debit Card in INR
- Visa, Mastercard, AMEX, Diners (Discover/Rupay)

International Bank Transfer in GBP/USD/EUR
A regulatory 5% tax is collected within the payment portal.

If the source of funds is an Education loan from a Bank or a Financial Institution, the student will need to send their loan sanction letter along with the proof of loan disbursement to: tcs@in.luluforex.com within 3 business days of their payment, in order to receive a 4.5% tax remission.

Our local partner (Lulu) will contact you within 3 business days after verifying your loan sanction letter to process the tax return.
PAN number needs to be entered, uses a live look up to calculate tax. Tax will always be 5%, unless the money is from an education loan, meaning the student can claim this back via Lulu.
Please note

Pursuant to an amendment to section 206C of the Finance Act 2020, effective from 1 October 2020, foreign remittances made under the Liberalised Remittance Scheme (LRS) will require Tax Collection at Source (TCS). TCS is applicable if the aggregate amount remitted under LRS per PAN ID exceeds 7 lakh during a financial year.

TCS will be calculated and collected by our partners in India, and our partners will send certificates for TCS collected on a quarterly basis to the email address you have provided.

The TCS amount calculated and to be collected by our partner for this transaction is indicated below.

<table>
<thead>
<tr>
<th>Original payment amount:</th>
<th>₹1,036,187.00</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax Collection at Source (TCS):</td>
<td>₹16,811.00</td>
</tr>
<tr>
<td><strong>Total payment amount:</strong></td>
<td><strong>₹1,052,998.00</strong></td>
</tr>
</tbody>
</table>

**Bank Transfer (Lulu) – 3**
ICICI bank transfer

- Open Banking, connects to the student bank account via a banking interface.
- The student enters their banking credentials, authorizes the amount, and the funds are ‘pulled’ from the students account.
- ICICI apply the TCS on their platform

ICICI Net Banking
Rs1,036,187.00

- This payment option is available only to ICICI Bank Account Holders and ICICI Resident Indian savings account holders.
- Fully online and fast payment experience. No additional LRS or KYC documentation required.
- Transfer funds using ICICI Bank’s Money2World.
- Limit of $25,000 USD per transaction.
- TCS (if applicable) will be added to the final payment amount on ICICI Money2World
Credit/Debit Card in INR

- Visa, Mastercard, AMEX, Diners (Discover/Rupay) are all offered

For debit and credit card payments: payor's card issuing bank will apply TCS deductions (where applicable) to payor’s monthly account statements.
Paying in GBP, EURO or US$ from India

The Authorisation Letter attached to the Payment Instructions are all slightly different and will need to be shown to the bank.

The students bank will do the FX conversion, so there may be additional fees on top of the £18 Flywire conversion fee applicable to GBP.
Paying with an Indian Education Loan

**Flywire accepts Indian loan payments!**

1. Choose Domestic Bank Transfer in Indian Rupees
2. Enter the loan borrower’s details in the Payer Information
3. Download your payment instructions/bank details and the authorization letter to give to your loan provider so they can complete the transfer of funds.

**Authorization Letter**

The authorization letter states Flywire is acting as the official authorized international payment processor and the end beneficiary is University of Warwick. Many Indian banks will request this as proof of the relationship between Flywire and the university.
LRS Declaration

Under the Liberalised Remittance Scheme (LRS), the Indian government and the Reserve Bank of India (RBI) now require an LRS Declaration form (fully titled “A2 cum LRS Declaration”) to transfer funds abroad. If you select to pay via Domestic Bank Transfer in INR, you are required to fill out and submit this form.

The LRS Declaration is included in the Flywire payment experience and can be completed online. Note: LRS is only required for bank transfer payments, not credit/debit cards.
LRS Declaration (Liberalised Remittance Scheme)

1. Bank account number *Required*

Introduce the bank account from where the transfer will be made. If you have availed an educational loan and your funds will be sent from your bank’s loan account, please provide the loan account number. Funds from NRO/NRE accounts will not be accepted. Student ID should be Student ID/application ID/Reference number, all applicable.

Bank Account Number

Student Full Name
John Smith

Student ID
124556
2. Details of international transactions made in the current financial year

Please provide the details of any foreign currency transactions you have made during the current financial year (April - March). Leave blank if you have not made any.

1. Date  
   Amount  
   Name and Address of AD branch

ADD MORE TRANSACTIONS
LRS Declaration (Liberalised Remittance Scheme)

3. Upload a valid document ID **Required**

As per RBI’s requirement, the remitter/applicant needs to submit a copy of a national ID.

Please upload a valid national ID. Acceptable forms of ID include: **passport, driver’s license, voter ID** and **Aadhaar card** (PAN card not accepted). Please note, the applicant’s/remitter’s ID must include address proof.

**UPLOAD DOCUMENTATION**

Accepted file types: **PNG, JPG, PDF**. Maximum file size: **2MB**

**SIGN**
LRS Declaration Steps

LRS Declaration (Liberalised Remittance Scheme)
Tax Collection at Source (TCS)

What is it?
- Pursuant to the amendment under section 206C of the Finance Act 2020, effective from 1st October, 2020, foreign remittances exceeding ₹7 lakh made under Liberalised Remittance Scheme (LRS) will require Tax Collection at Source (TCS).
- TCS will be applicable on remittances where the aggregate remittance amount under LRS exceeds ₹7 lakh (~$10K USD) during the India financial year (April - March).

What payment options does it apply to?
- In Flywire, TCS (if applicable) will apply to INR Domestic Bank Transfers, including ICICI online bank transfers.
- For debit and credit card payments: payer's card issuing bank will apply TCS deductions to payer's monthly account statement.
**Tax Collection at Source (TCS)**

**How is TCS Calculated?**
Under LRS, TCS will apply on remittance(s) where the aggregated amount in excess of ₹7 lakh (~USD 10K) in a given financial year.

If the payer elects “education loan” as the **source of funds** during the Flywire payment journey, then the applicable TCS rate is lower at **0.5%**, but payer will need to reclaim 4.5% to effect this.

**Example:** If the amount the payer is remitting **10 lakhs** under LRS (using his **own source funds**), a **5% TCS rate** will apply to the excess amount of **7 lakhs** or **3 lakhs**. TCS amount due = Rs 15,000 (5.0% * 3 lakhs).

<table>
<thead>
<tr>
<th>Scenario</th>
<th>1st Payment</th>
<th>2nd Payment</th>
<th>3rd Payment</th>
<th>Amount taxable</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>₹5 lakh</td>
<td>-</td>
<td>-</td>
<td>0</td>
</tr>
<tr>
<td>2</td>
<td>₹5 lakh</td>
<td>₹5 lakh</td>
<td>-</td>
<td>₹3 lakh</td>
</tr>
<tr>
<td>3</td>
<td>₹3 lakh</td>
<td>₹4 lakh</td>
<td>₹5 lakh</td>
<td>₹5 lakh</td>
</tr>
</tbody>
</table>
How is this reflected in the Flywire experience?

- After payor completes all the information at payor info step, Flywire will seamlessly check with our banking partner whether TCS is applies to the payment.
- If TCS is applicable: Flywire will display the applicable TCS amount and request payer to confirm before continuing with the payment booking.
Tax Collection at Source (TCS)

Please note:

A. **TCS Included in Total Payment Amount**
   After payer has 1) entered booked amount and 2) PAN ID, TCS (if applicable) will be indicated to the payor in real-time. **The total INR amount in the payment instructions will reflect both the booked & TCS amounts.**

A. **Multiple Concurrent Payment Bookings using the same PAN ID not allowed**
   Payers will not be able to have more than one “live” payment ID using the same PAN, as this may lead to incorrect TCS calculation by our partner bank.
   - When a payer has a “live” payment in Initiated status, we will prevent them from making another payment ID (with the same PAN number).
   - When a payer has a payment ID that is in Cancelled, Guaranteed or Delivered status, they can make a new payment, if they need to make another transaction.