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AWL/SEC/SE/2025-26/15

05<sup>th</sup> June, 2025

**BSE LTD.**

Phiroze Jeejeebhoy Towers,  
1<sup>st</sup> Floor, Dalal Street,  
Fort, Mumbai – 400 023

**Company Scrip Code: 517041**

**NATIONAL STOCK EXCHANGE OF INDIA LTD.**

Exchange Plaza, C-1, Block G,  
Bandra-Kurla Complex  
Bandra (East), Mumbai - 400 051

**Company Symbol: ADOR**

Dear Sir / Madam,

Sub: **Communication to Shareholders - Intimation on Tax Deduction on Dividend**

Pursuant to the provisions of the Income Tax Act, 1961 and the Rules framed thereunder, as amended by the Finance Act, 2020, the dividend paid / distributed on or after 01<sup>st</sup> April, 2020, is taxable in the hands of the Shareholders, subject to certain threshold slab.

In this regard, please find enclosed herewith an e-mail communication which was sent to all the Shareholders of the Company, whose e-mail IDs are registered with the Company / RTA / Depositories on 30<sup>th</sup> May, 2025, explaining the process on withholding tax from dividends paid to the Shareholders at prescribed rates, as may be applicable, along with the necessary annexures.

The communication is also available on the website of the Company at <http://adorwelding.com/events-2/>

We hereby request you to make a note of it and acknowledge its receipt.

Thanking you,

Yours Sincerely,

For **ADOR WELDING LIMITED**

VINAYAK M. BHIDE

**COMPANY SECRETARY**

Encl.: As above

**ADOR WELDING LIMITED**

Regd. & Corporate Office: Ador House, 6, K. Dubash Marg, Fort, Mumbai - 400 001 – 16, Maharashtra, India.

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## **Ador Welding Limited**

**Registered Office:-** Ador House, 6, K. Dubash Marg, Fort, Mumbai-400001-16

**Phone:-** +91 22 6623 9300 / 2284 2525; **Fax:-** +91 22 2287 3083

**E-mail:-** [investorservices@adorians.com](mailto:investorservices@adorians.com); **Website:-** [www.adorwelding.com](http://www.adorwelding.com)

**CIN:-** L70100MH1951PLC008647

04<sup>th</sup> June, 2025

Dear Shareholder,

**Subject: Dividend for the Financial Year 2024-25 and Tax Deduction at Source (TDS) on Dividend**

Trust you & your family are safe and in good health.

We are pleased to inform you that the Board of Directors of your Company ("Board"), at its meeting held on Tuesday, 06<sup>th</sup> May, 2025, has recommended a dividend of Rs. 20.00 per equity share (200%) of the face value of Rs. 10/- each, for the financial year ended 31<sup>st</sup> March, 2025, subject to the approval of the shareholders at our ensuing 72<sup>nd</sup> Annual General Meeting (AGM).

The dividend, as recommended by the Board and if approved at the ensuing Annual General Meeting scheduled to be held on Tuesday, 15<sup>th</sup> July, 2025, will be paid to the Shareholders holding equity shares, either in electronic or in physical form as on the record date, i.e. on Tuesday, 08<sup>th</sup> July, 2025.

Pursuant to the provisions of the Indian Income-tax Act, 1961, ("the Act"), dividend paid or distributed by the Company on or after 1<sup>st</sup> April, 2020 shall be taxable in the hands of the Shareholders. In view of this, the Company is required to deduct tax at source (TDS), at the rates applicable, from the dividend payable to the shareholders, at the time of payment.

This communication provides a brief of the applicable Tax Deduction at Source provisions under the Act for Resident & Non-Resident Shareholder Categories.

**I. For Resident Shareholders (Individual & Non-Individual)**

Tax is required to be deducted at source under Section 194 of the Act, @ 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 Demat account, TDS @ 20% shall be deducted under Section 206AA of the Act.

**a. Resident Individual:**

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

- i. The total dividend amount, to be received by them, during the Financial Year (FY) 2025-26 does not exceed Rs. 10,000/-; or
- ii. The shareholder provides Form 15G (applicable to individual below / upto the age of 60 years) / Form 15H (applicable to an Individual above the age of 60 years), provided all the required eligibility conditions are met. Please note that all the 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** [Click here](#) and **Annexure 2** [Click here](#), respectively.
- iii. Exemption certificate is issued by the Income-tax Department, if any.

**b. Resident – Non Individual**

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** [Click here](#).

- i. **Insurance companies:** Self-declaration, that it qualifies as 'Insurer' under Section 2(7A) of the Insurance Act, 1938 & has full beneficial interest with respect to the shares owned by it, along with self-attested copy of PAN card and certificate of registration with Insurance Regulatory and Development Authority (IRDA).
  - 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) established in India:** 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. Shareholders (both Individual & Non-Individual), who have provided a valid certificate, issued under section 197 of the Act for lower / nil rate of deduction or an exemption certificate, issued by the income tax authorities, along with Declaration.

**II. For non-resident shareholders (including Foreign Portfolio Investors)**

Tax is required to be withheld in accordance with the provisions of Section 195 and section 196D of the Act at applicable rates in force. As per the relevant provisions of the Act, the tax shall be withheld at the rate of 20% (plus applicable surcharge and cess) on the amount of dividend payable.

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 Agreement ("DTAA") between India and the country of tax residence of the shareholder, if they are more beneficial to the shareholder. For this purpose, i.e. to avail the Double Tax Avoidance Agreement (DTAA) benefits, the non-resident shareholder will have to provide the following:

- Self-attested copy of PAN card, if any, allotted by the Indian Income Tax Authorities. In case, PAN is not available, the non-resident shareholder shall furnish name, email id, contact number, address in residency country, Tax Identification Number of the residency country in the format attached herewith as **Annexure 4** [Click here](#).

- Self-attested copy of Tax Residency Certificate (“TRC”), obtained from the tax authorities of the country of which the shareholder is resident;
- E-filled Form 10F downloaded from the income tax e-filing portal for the Financial Year 2025-26;
- Self-declaration by the non-resident shareholder of meeting DTAA eligibility requirement and satisfying beneficial ownership requirement. Format attached herewith as **Annexure 5** [Click here](#).
- In case of Foreign Portfolio Investors, self-attested copy of SEBI registration certificate.
- In case of shareholder, being tax resident of Singapore, please furnish the letter issued by the competent authority or any other evidences demonstrating the non-applicability of Article 24 - Limitation of Relief under India-Singapore Double Taxation Avoidance Agreement (DTAA).

It is recommended that the shareholders should independently satisfy their eligibility to claim DTAA benefit including meeting of all the 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 / of 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.

### **PAYMENT OF DIVIDEND**

**To summarise**, the dividend will be paid after deducting the tax at source, as under:

#### **FOR RESIDENT SHAREHOLDERS:**

- NIL for the resident shareholders receiving dividend upto Rs. 10,000/- or in case Form 15G / Form 15H (as applicable) along with self-attested copy of the PAN card is submitted.
- 10% for other resident shareholders, in case copy of PAN card is provided / available.
- 20% for resident shareholders, if copy of PAN card is not provided / not available / not linked with Aadhar Number.

#### **FOR NON-RESIDENT SHAREHOLDERS:**

- Tax treaty rate (based on tax treaty with India) for beneficial non-resident shareholders, as applicable, will be applied on the basis of documents submitted by the non-resident shareholders.
- NIL / Lower withholding tax rate on submission of self-attested copy of the certificate issued under Section 195/197 of the Act.
- 10% plus applicable surcharge and cess for GDR holders, if they provide self-attested copy of the PAN card in accordance with provisions of Section 196C of the Act
- 20% plus applicable surcharge and cess for non-resident shareholders, in case the relevant documents are not submitted.
- Higher rate, as discussed in point III above, in case of non-filers of Return of Income, as applicable.

#### **FOR SHAREHOLDERS HAVING MULTIPLE ACCOUNTS UNDER DIFFERENT STATUS / CATEGORY:**

Shareholders holding 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 single 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.

In case tax on dividend is deducted at a higher rate in the absence of receipt or defect in any of the aforementioned details / documents, you will be able to claim refund of the excess tax deducted, if any, by filing your income tax return. No claim shall lie against the Company for such higher taxes deducted.

#### **UPDATION OF PAN, EMAIL ADDRESS AND OTHER DETAILS**

The Shareholders holding shares in dematerialized mode, are requested to update their records such as tax residential status, permanent account number (PAN), email addresses, mobile numbers and other details with their relevant depositories, through their depository participants.

The Shareholders holding shares in physical mode are requested to furnish the relevant details, as mentioned above, to the Company's Registrar and Share Transfer Agent ('RTA'), M/s. MUFG Intime India Private Limited (erstwhile M/s. Link Intime India Private Limited).

The Company is obligated to deduct TDS, based on the records available with RTA and no request will be entertained for revision of TDS rates.

#### **UPDATION OF BANK ACCOUNT DETAILS:**

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

#### **SUBMISSION OF TAX RELATED DOCUMENTS:**

##### **RESIDENT SHAREHOLDERS**

The aforesaid documents such as Form 15G / 15H, documents under section 196, 197A, etc. can be uploaded on the link <https://web.in.mpms.mufg.com/formsreg/submission-of-form-15g-15h.html> on or before **Friday, 04<sup>th</sup> July, 2025** to enable the Company & its RTA to determine the appropriate TDS / withholding tax rate applicable. **Any communication on the tax determination / deduction received post Friday, 04<sup>th</sup> July, 2025 (cut-off period) shall not be considered / ascertained.**

**THE AFOREMENTIONED DETAILS/DOCUMENTS SUBMITTED THROUGH ABOVE LINK SHALL ONLY BE CONSIDERED. THE E-MAIL COMMUNICATION IN THIS REGARD SHALL NOT BE CONSIDERED.**

Thanking you,

Yours faithfully,

For **ADOR WELDING LIMITED**

VINAYAK M. BHIDE

**COMPANY SECRETARY & COMPLIANCE OFFICER**

**Encl.:** as above

**Note: Please do not reply to this email, as this email id is not monitored.**