KPI/MAT/SEP/2026/825 Date: September 05, 2026

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E), Mumbai - 400051

Scrip Code: 542323

Symbol: KPIGREEN

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

Dear Sir/Madam,

Pursuant to the provisions of the Income-tax Act, 2025 (the "IT Act"), dividend income is subject to tax in the hands of the shareholders. To facilitate compliance with the applicable tax requirement, please find enclosed herewith a communication explaining the process to be followed along with the necessary annexures. This communication is also available at the website of the Company at www.kpigreenenergy.com.

This is for your information and records.

Thanking you,

Yours faithfully,
For KPI Green Energy Limited

KRUNAL BHATT Digitally signed by KRUNAL BHATT Date: 2026.09.05 20:49:41 +05'30'

Krunal Bhatt
Company Secretary & Compliance Officer

Encl.: a/a

KPI GREEN ENERGY LIMITED
CIN: L40102GJ2008PLC083302
Regd. Office: 'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS, Canal Road, Bhatar, Surat 395017, Gujarat
Phone No: +91 261 2244757, **Email Id:** info@kpgroup.co, **Website:** www.kpigreenenergy.com

Sub: Communication in respect of deduction of tax at source on Final Dividend pay-out.

Dear Shareholder,

We are pleased to inform you that the Board of Directors of the Company at its Meeting held on May 6, 2026, has recommended a final dividend at the rate of 5% i.e. Re. 0.25 (Twenty-Five Paisa only) per equity share and Special Dividend of Re. 0.15/- per equity share, totaling to a dividend of Re.0.40/- per equity share of the face value of Rs.5/- for the financial year 2025-26. The said dividend will be paid to those shareholders whose names appear in the Register of Members of the Company or in the records of the Depositories as beneficial owners of the shares as on the record date decided by the Board of Directors i.e. September 22, 2026.

As per the Income Tax Act, 2025 (the Act), dividend paid and distributed by a Company is taxable in the hands of shareholders. The Company shall, therefore, be required to deduct taxes at source at the time of making payment of the dividend, if approved by the Shareholders at the ensuing Annual General Meeting (AGM).

The tax deduction rates would vary depending on the residential status of the shareholders, documents submitted by the shareholders and accepted by the Company. This communication provides a brief of the applicable Tax Deduction at Source (TDS) provisions under the Act for Resident and Non-Resident Shareholder categories.

I. <u>For Resident Shareholders</u>:

Tax is required to be deducted at source under Section 393(1) read with 393(4) of the Act, at the rate of 10% on the amount of dividend where Shareholders have registered their valid Permanent Account Number (PAN). In case, Shareholders do not have PAN/invalid PAN/PAN not linked with Aadhaar, TDS at the rate of 20% shall be deducted under Section 397(2) of the Act.

a. Resident Individuals:

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

i. Total dividend amount to be received by them during the Tax Year (TY) 2026-27 does not exceed Rs. 10,000; or
ii. The Shareholder provides Form 121, provided that all the required eligibility conditions are met. Please note that all fields are mandatory to be filled up and the Company may at its sole discretion reject the form, if it does not fulfil the prescribed requirement under the Act. Click here to access Form-121

Form 121 needs to be furnished only if dividend amount exceeds Rs. 10,000. Considering that the Company has declared dividend of Re. 0.40/- per share, need for submitting Form 121 will arise only if your shareholding exceeds 25,000 shares.

iii. Exemption certificate is issued by the Income-tax Department, if any

b. ***Resident Non-Individuals:***

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 Resident tax declaration.

i. **Insurance Companies:** Self declaration that it qualifies as 'Insurer' as per section 2(7A) of the Insurance Act, 1938, and has full beneficial interest with respect to the equity shares owned by it along with self-attested copy of PAN card and certificate of registration with Insurance Regulatory and Development Authority (IRDA)/ Life Insurance Corporation of India (LIC)/ General Insurance Corporation of India (GIC).

ii. **Mutual Funds:** Self-declaration that it is registered with Securities and Exchange Board of India (SEBI) and as specified at Schedule VII to section 11 of the Act along with self-attested copy of PAN card and certificate of registration with SEBI.

iii. **Alternative Investment Fund (AIF):** Self-declaration that its income is exempt under Schedule V of Section 11 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. **Business Trust (ReIT / InVIT):** Self-declaration that its income is exempt under Schedule V of Section 11 of the Act and are the beneficial owner of the share/shares held in the Company; and are not subject to withholding tax as per section 393(1) of the Act, 2025 and we are submitting a 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. ***In case, Resident Shareholders (both individuals or non-individuals) provide certificate under Section 395(1) of the Act, for lower/NIL withholding of taxes, rate specified in the said certificate shall be considered, on submission of self-attested copy to the Company.***

II. For Non-resident Shareholders:

a. **As per Domestic Tax Law:**
Taxes are required to be withheld in accordance with the provisions of Section 393(2) of the Act, as per the rates as applicable. As per the relevant provisions of the Act, the withholding tax shall be at the rate of 20% (plus applicable surcharge and cess) on the amount of dividend payable to them. In case, non-resident shareholders provide a certificate issued under Section 395(1) of the Act, for lower/ Nil withholding of taxes, rate specified in the said certificate shall be considered, on submission of self-attested copy of the same.

b. **As per Double Tax Avoidance Agreement (DTAA):**
As per Section 159 of the Act, the non-resident shareholder has the option to be governed by the provisions of DTAA between India and the country of tax residence of the Shareholder, if they are more beneficial to them. For this purpose, i.e. to avail DTAA benefits, the non-resident Shareholders are required to provide the following:

i. Self-attested copy of the PAN card allotted by the Indian Income Tax authorities.

ii. Self-attested copy of Tax Residency Certificate (TRC) for the year 2026-27 or calendar year 2026, valid as on record date, obtained from the tax authorities of the country in which the Shareholder is a resident.

iii. Self-declaration in Form 41 for Tax Year 2026-27 executed in electronic mode from Income tax portal which can be downloaded from https://eportal.incometax.gov.in/. Click here to access Procedure to file Form-41

iv. Self-declaration by Shareholder of meeting treaty eligibility requirement and satisfying beneficial ownership requirement (TY 2026-27). Click here to access Non-Resident Tax Declaration (Required only where tax treaty benefit needs to be availed).

v. In case of Foreign Institutional Investors and Foreign Portfolio Investors, copy of SEBI registration certificate.

vi. 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 DTAA.

It is recommended that shareholder should independently satisfy its eligibility to claim DTAA benefit including meeting of all 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 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.

c. **Global Depositary Receipt ('GDR') Holders:**
In case of GDR holders, taxes shall be withheld at 10% plus applicable surcharge and cess in accordance with provisions of Section 393(2) of the Act, only if they provide self- attested copy of the PAN Card. In case no PAN details are made available, tax will be deducted at 20% plus applicable surcharge and cess.

Accordingly, in order to enable us to determine the appropriate TDS / withholding tax rate applicable, we request you to provide these details and documents as mentioned above **on or before Monday, September 21, 2026 (cut off period).** Any documents submitted after **September 21, 2026** will be accepted at the sole discretion of the Company. Any document(s) submitted after cut-off period will be accepted at sole discretion of the Company. The aforementioned documents can be downloaded from the website of the Company at www.kpigreenenergy.com

Payment of Dividend:

The final dividend on Equity Shares for FY 2025-26, once approved by the Shareholders of the Company at the AGM, will be paid after deducting the tax at source. The following provisions under the Act will also be considered to determine the applicable TDS rate:

a. TDS to be deducted at higher rate in case of non-linkage of PAN with Aadhaar:
As per Section 262 of the 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 397(2) of the Act.

b. **Declaration under Rule 203:**
In terms of Rule 203 of Income Tax Rules, 2026 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 manner prescribed by Rules. Click here to access Rule-203-Declaration.

c. **For Shareholders having Multiple Accounts Under Different Status/ Category:**
Shareholders holding Equity 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 PAN will be considered on their entire holding in different accounts.

Submission of Tax Related Documents:

The Shareholders may also download the aforesaid forms from the website of Bigshare Services Private Limited, the Registrar and Share Transfer Agent of the Company ("Bigshare"), at www.bigshareonline.com and submit either: (a) physical copies of the duly filled-in forms/documents mentioned above to the Registered Office of Bigshare at Office No. S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East), Mumbai – 400093, Tel. No.: +91 22 6263 8200; or (b) scanned copies of the duly filled-in forms/documents to the Company at cs@kpgroup.co and to Bigshare at tds@bigshareonline.com, **on or before September 21, 2026**, to enable the Company to determine and deduct the applicable TDS/withholding tax at the appropriate rate.

The Company shall not consider any request for determination of the applicable TDS/withholding tax rate where the requisite forms/documents are incomplete or unsigned. Further, documents sent to any other email ID may lead to non-submission of documents and attract TDS as per the provisions of the Act.

It may be further noted that in case the tax on said dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/documents from you, there would still be an option available with you to file the return of income and claim an appropriate refund, if eligible.

The tax credit can also be viewed in Form 168 by logging in with your credentials (with valid PAN) at TRACES https://www.tdscpc.gov.in/app/login.xhtml or the e-filing website of the Income Tax department of India https://www.incometax.gov.in/iec/foportal/.

Updation of Bank Account Details:

As per the SEBI Notification dated November 18, 2025, read with Master Circular for Registrars to an Issue and Share Transfer Agents dated February 6, 2026, companies are required to pay dividends to shareholders only through electronic mode. Accordingly, dividends will be withheld by the Company where bank details are inadequate or not registered for electronic remittance. The shareholders holding shares in physical form are requested to register their PAN and KYC details with the Company/RTA for release of outstanding dividend(s), while the shareholders holding shares in demat form are requested to update their bank details with their Depository Participant(s).

The relevant investor service request forms in this regard are available on the website of the Company at https://www.kpigreenenergy.com/Investor-Information.html and on the website of

Bigshare at www.bigshareonline.com.

We seek your cooperation in this regard.

For, KPI Green Energy Limited

Sd/-

Krunal Bhatt

Company Secretary & Compliance Officer

Disclaimer: This communication shall not be treated as an advice from the Company or its affiliates or its Registrar & Transfer Agent. Shareholders should obtain the tax advice related to their tax matters from a tax professional.