SNL BEARINGS LIMITED

November 06, 2026

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

Scrip Code: 505827

Subject: Communication to shareholders - Tax Deduction on Interim Dividend payout.

Dear Sir/Madam,

Pursuant to the changes introduced by the Finance Act 2020, the Dividend Distribution Tax has been abolished with effect from April 01, 2020 and the Dividend income has become taxable in the hands of the shareholders.

In this regard, please find enclosed herewith an email communication which has been sent to all the shareholders whose email addresses are registered with the Company/Depositories, *inter-alia*, indicating the process and documentation required for claiming tax exemption on Interim Dividend.

The above is for your information and dissemination.

Thanking you,

For SNL Bearings Limited

PRATHMESH PRADEEP GAONKAR
Digitally signed by PRATHMESH PRADEEP GAONKAR
Date: 2026.11.06 12:47:11 +05'30'

Prathmesh Gaonkar
Company Secretary and Compliance Officer
ACS 61307

Encl: as above

SNL BEARINGS LIMITED

Date: November 05, 2026

Dear Shareholders,

Sub: Communication to shareholders - Tax Deduction on Dividend Pay-out.

We are pleased to inform you that the Board of Directors of the Company at their meeting held on Tuesday, November 03, 2026 recommended an interim dividend of Rs 6.00 (Rupees Six) per equity share of face value of Rs. 10 (Rupees Ten) each for the financial year 2026-27. The Company has fixed Wednesday, November 11, 2026 as the 'Record Date' for determining entitlement of members to interim dividend.

Pursuant to the SEBI master circular no. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 dated May 07, 2024 read with Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/81 dated June 10, 2024 ("SEBI Circulars"), it is mandatory for all the shareholder(s) holding shares in physical form to update their PAN, Contact Details (Postal Address with PIN code and Mobile Number), Bank A/c details, Specimen Signature and Nomination for their corresponding folio. In case if any of such details/documents are not registered with MUFG Intime India Private Limited (formerly Link Intime India Private Limited), Company's Registrar and Share Transfer Agent ("RTA"), such folio(s) shall be considered as KYC non-compliant, and such shareholder(s) shall be eligible to receive any dividend/interest payments only through electronic mode effective from April 1, 2024, upon updation of the required details with RTA.

The relevant investor service request forms in this regard are available on the website of the Company at https://www.snlbearings.in and RTA https://web.in.mpms.mufg.com/KYC-downloads.html

As you are aware, as per the Income Tax Act, 2025 (the "Act") and the Rules framed thereunder, as amended by the Finance Act, 2026, dividends paid or distributed by a company after April 01, 2020 shall be taxable in the hands of the Shareholders. Your Company shall therefore be required to deduct tax at source at the time of making the payment of interim dividend as per the categories mentioned below:

A: Resident Shareholders:

A.1 **Tax deductible at source for Resident Shareholders (other than resident individual shareholders receiving dividend not exceeding ₹10,000/- during TY 2026 – 27)**

SR. No.	Particular	TDS rate	Declaration / documents required
1	Valid PAN updated with the Depository Participant in case shares are held in dematerialized form; or Registrar and Transfer Agent ('RTA') in case shares are held in physical form and no exemption sought by Shareholder.	10%	N.A.
2	No / Invalid PAN with the Depository Participant in case shares are held in dematerialized form; or RTA in case shares are held in physical form and no exemption sought by Shareholder.	20%	N.A.
3	Availability of lower/nil tax deduction certificate issued by Income Tax Department u/s 395 of the Act	Rate specified in Lower TDS certificate obtained from Income Tax Department.	● Copy of PAN card / Copy of lower TDS certificate obtained from Income Tax Department
4	Benefit under Rule 203	In case where shares are held by intermediaries /Custodian and TDS is to be applied by the Company in the PAN of the beneficial shareholders, then intermediaries and beneficial shareholders will	● Copy of PAN card ● Declaration u/s 390 of the Income Tax Act, 2025 r. w. Rule 203 of the Income Tax Rules, 2026 *(Please download **Annexure-9**, from the website of the Company)* along with adequate documentary evidence, substantiating the nature of the entity

		have to provide a declaration.	• Copy of the lower TDS certificate obtained from Income Tax Department *(except those covered by Circular 18/2017)*

A.2 **Nil Tax Deductible at Source on dividend payment to Resident Shareholders, if the Shareholders submit documents mentioned in table below with the Company/ RTA**

SR. No.	**Particular**	**Declaration / documents required**
1	An Individual furnishing Form 121	● Copy of PAN card *(refer point (iii) to the Notes below)* ● Declaration in Form No. 121 (applicable to an individual), fulfilling prescribed conditions. ● Resident shareholders who are eligible to provide declarations in Form 121 as may be applicable to them, may fill up the relevant declaration and submit at the link provided: **https://easydividend.nexdigm.com/Shareholders** ● The User Manual for filling and submission of declarations on the above link is enclosed with this communication.
2	Shareholders to whom section 393 of the Act does not apply such as LIC, GIC, Business Trust (REIT, InVIT) etc.	● In order to provide exemption from withholding the taxes on dividend payable, the shareholder has to provide self-declaration along with their registration with concerned authority about their category. *(Please download **Annexure -1**, from the website of the Company)* ● The aforesaid declaration is to be submitted through the following link- **https://easydividend.nexdigm.com/Shareholders**

3	Shareholder covered u/s 393 of the Act such as Government, RBI, Mutual Funds specified u/s read with Schedule VII, corporations established by Central Act and exempt from Income Tax.	● In order to provide exemption from withholding the taxes on dividend payable, the shareholder has to provide self-declaration along with their registration with concerned authority about their category. *(Please download **Annexure-1**, from the website of the Company)* ● The aforesaid declaration is to be submitted through the following link- **https://easydividend.nexdigm.com/Shareholders**
4	Category I and II Alternative Investment Fund (AIF)	● In order to provide exemption from withholding the taxes on dividend payable, the shareholder has to provide self-declaration along with their registration with concerned authority about their category. *(Please download **Annexure-1**, from the website of the Company)* ● The aforesaid declaration is to be submitted through the following link- **https://easydividend.nexdigm.com/Shareholders**
5	Any other entity exempt from TDS under the provisions of section 393 of the Act (including those mentioned in Circular No. 18/2017 issued by CBDT)	● In order to provide exemption from withholding the taxes on dividend payable, the shareholder has to provide self-declaration along with their registration with concerned authority about their category. *(Please download **Annexure - 1** and **Annexure - 2**, from the website of the Company)* ● The aforesaid declaration is to be submitted through the following link- **https://easydividend.nexdigm.com/Shareholders**

No tax will be deducted on payment of dividend to the resident individual shareholder if the total dividend, paid during FY 2026-27, does not exceed ₹10,000/-

B. NON-RESIDENT SHAREHOLDERS:

Tax deductible at source for non-resident shareholders.

SR No.	Category	TDS rate	Declaration / documents required
1	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess) or tax treaty rate whichever is beneficial	To avail DTAA benefits, FII / FPI shareholders are required to submit the following documents, as mentioned**,** through below mentioned link: **https://easydividend.nexdigm.com/Shareholders** **a)** Self-attested copy of **PAN**, if allotted by the Indian income tax authorities. **b)** **Tax Residency Certificate (TRC**) issued by the tax/competent authority of the country of residency, evidencing and certifying tax residency status in that country during tax year 2026-27. In case, the TRC is in a language other than English, a duly notarized and apostilled copy thereof, translated in English language would have to be provided. **c)** **Electronic Form 41** - Non-Resident can file Electronic Form 41 on Indian Income Tax website – **www.incometax.gov.in** Self-declaration confirming **not having a Permanent Establishment in India and eligibility to Tax Treaty benefit** (for TY 2026-27 or calendar year 2026) as per relevant annexure. *(Please download **Annexure-3**, from the website of the Company)***.**

			(Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholders. In case the documents are found to be incomplete, the Company reserves the right to not consider the tax rate prescribed under the tax treaty).
2	Alternative Investment Fund – Category III located in International Financial Services Centre	10% (plus applicable surcharge and cess)#	● Self attested copy of PAN card (if available) ● Self-declaration *(Please download **Annexure - 4**, from the website of the Company)* along with adequate documentary evidence substantiating the nature of the entity
3	Other Non-resident shareholders (except those who are tax residents of Notified Jurisdictional Area)	20% (plus applicable surcharge and cess) or tax treaty rate whichever is beneficial	To avail DTAA benefits, Non-resident shareholders are required to submit the following documents as mentioned**,** through below mentioned link: **https://easydividend.nexdigm.com/Shareholders** **d)** Self-attested copy of **PAN**, if allotted by the Indian income tax authorities. **e) Tax Residency Certificate (TRC**) issued by the tax/competent authority of the country of residency, evidencing and certifying tax residency status in that country during TY 2026-27. In case, the TRC is in a language other than English, a duly notarized and apostilled copy thereof, translated in English language would have to be provided.

			f) Electronic Form 41 - Non-Resident can file Electronic Form 41 on Indian Income Tax website – **www.incometax.gov.in** Self-declaration confirming **not having a Permanent Establishment in India and eligibility to Tax Treaty benefit** (for TY 2026-27 or calendar year 2026) as per relevant annexure. *(Please download **Annexure-5**, from the website of the Company)*. *(Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholders. In case the documents are found to be incomplete, the Company reserves the right to not consider the tax rate prescribed under the tax treaty).*
4	Non-Resident Shareholders who are tax residents of Notified Jurisdictional Area as defined u/s 176 of the Act	30%	NA
5	Sovereign Wealth funds and Pension funds notified by Central Government under Schedule V	NIL	• Copy of the notification issued by CBDT substantiating the applicability of Schedule V read with sec 2 of the Act issued by the Government of India. • Self-Declaration *(Please download the **Annexure- 6 & Annexure 7**, from the website of the Company)* that the conditions specified in

	read with Sec 11 of the Act.		Schedule V read with sec 11 have been complied with.
6	Subsidiary of Abu Dhabi Investment Authority (ADIA) as prescribed under section 11 read with Schedule V of the Act	NIL	Self-Declaration *(Please download **Annexure - 8** from the website of the Company)* substantiating the fulfilment of conditions prescribed under section 11 read with Schedule V of the Act
7	Availability of Lower/NIL tax deduction certificate issued by Income Tax Department u/s 395 or of the Act	Rate specified in Lower TDS certificate obtained from Income Tax Department	● Copy of the lower TDS certificate obtained from Income Tax Department
8	Benefit under Rule 203	In case where shares are held by intermediaries /Custodian and TDS is to be applied by the Company in the PAN of the beneficial shareholders, then intermediaries and beneficial shareholders will have to provide a declaration.	● Copy of PAN card ● Declaration u/s 390 of the Income Tax Act, 2025 r. w. Rule 203 of the Income Tax Rules, 2026 *(Please download* **Annexure - 9**, *from the website of the Company)* along with adequate documentary evidence, substantiating the nature of the entity • Copy of the lower TDS certificate obtained from Income Tax Department *(except those covered by Circular 18/2017)*

In case PAN of shareholder is not updated with the Company's RTA or depository; or PAN is not available or invalid; and information sought in the declaration are not provided, higher rate of TDS specified in the relevant provisions of the Act or the rates in force or 20% as per section 206AA whichever is higher shall be applied.

Also, as per Section 262 of the Income Tax 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 link the Aadhaar with PAN, the PAN will be treated as in-operative, and TDS will be deducted at a higher rate specified in the relevant provisions of the Act, or the rates in force or 20% of the Act.

Notes:

i. Update your KYC data to receive all communications and dividend information - The shareholders are requested to update their KYC data viz., PAN Number, email id, address, mobile number and bank account details by submitting the relevant details with the Company at investorcare@snlbearings.in. Shareholders holding shares in dematerialized mode are requested to update the same with their respective Depository Participant to ensure ease of communication and seamless remittances.

ii. The Company will issue soft copy of the TDS certificate to its shareholders to email registered with the Depository Participant / Registrar and Share Transfer Agent (RTA) post payment of the Dividend. Shareholders will be able to download the tax credit statement from the Income Tax Department's website https://www.incometax.gov.in/iec/foportal [refer to Form 168 (earlier known as Form 26AS)].

iii. The aforesaid documents and all the declarations such as Form 121, documents under section 395, FPI Registration Certificate, Tax Residency Certificate, Lower Tax certificate etc. can be shared by email at dividend.support@nexdigm.com or dedicated weblink https://easydividend.nexdigm.com/Shareholders Wednesday, November 11, 2026 by 05:00 P.M (IST). Any communication in relation to tax rate determination/deduction/TDS matters received after Wednesday, November 11, 2026, shall not be considered. Further, the shareholders can download the format of Annexures on the website of the Company at www.snlbearings.in.

iv. After receipt of any of the above declarations, on the basis of its independent assessment, if the Company finds any information that is contrary to the declarations received by it, the Company reserves right to rely on the results of its independent assessment and make a deduction of taxes at a higher rate as per applicable provisions of the Act.

v. Determination of TDS rate is subject to necessary verification by the Company of the shareholder details as available with the Depository Participants in case shares are held in dematerialized form; or RTA in case shares are held in physical form as on the record date, and other documents available with the Company / RTA. In this respect, the Company reserves the right to independently verify the PAN number of the shareholder from the Depository Participants' utility and if the same is found contrary to the PAN quoted/ provided, the Company will disregard the PAN and proceed as per the prevalent law.

vi. Shareholders holding shares under multiple accounts under different residential status / category and single PAN, may note that, higher of the tax rate as applicable to different residential status/ category will be considered for their entire shareholding under different accounts.

vii. The documents furnished by the shareholders shall be subject to review and examination by the Company before granting any beneficial rate or NIL Rate. The Company reserves the right to reject the documents in case of any discrepancies, or the documents are found to be incomplete.

viii. In case TDS is deducted at a higher rate, an option is still available with the shareholder to file the return of income and claim an appropriate refund. No claim shall lie against Company for any taxes deducted by the Company.

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

x. This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them.

xi. In case of any discrepancy in documents submitted by the shareholder, the Company will deduct tax at higher rate, as applicable, without any further communication in this regard.

xii. A declaration must be filed with the Company where the whole or any part of the dividend income is assessable, under the provisions of the Act, in the hands of a person other than the shareholder in accordance with Rule 203 of the Income-tax Rules, 2026. The declaration must consist of Name, address, PAN of the person to whom credit is to be given and proportion of credit to be given in respect of dividend income.

Thanking you,

Sincerely,
FOR SNL BEARINGS LIMITED

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PRATHMESH GAONKAR
COMPANY SECRETARY & COMPLIANCE OFFICER

Disclaimer: This Communication shall not be treated as an advice from the Company or its affiliates or RTA.