

AWL/SEC/SE/2026-27/18

10th June, 2026

BSE LTD.

Phiroze Jeejeebhoy Towers,
1st 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, 2025 and the Rules framed thereunder, as amended by the Finance Act, 2026, the dividend paid / distributed by a Company is taxable in the hands of the Shareholders, subject to certain threshold slabs.

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 10th June, 2026, explaining the process on withholding/deducting 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

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; **Website:-** www.adorwelding.com

CIN: - L70100MH1951PLC008647

10th June, 2026

Dear Shareholder,

Subject: **Dividend for the Financial Year 2025-26 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 Wednesday, 29th April, 2026, has recommended a dividend of Rs. 23.00 per equity share (230%) of the face value of Rs. 10/- each, for the financial year ended 31st March, 2026, subject to the approval of the shareholders at our ensuing 73rd 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 Thursday, 23rd July, 2026, will be paid to the Shareholders holding equity shares, either in electronic or in physical form as on the record date, i.e. on Thursday, 16th July, 2026.

As you are aware, as per the provisions of the Income-tax Act, 2025 (as amended by Finance Act, 2026) ('the Act') and the Rules framed thereunder, dividend paid or distributed by a company shall be taxable in the hands of the Shareholders. Accordingly, the Company is required to deduct tax at source from dividend paid to the Shareholders.

This communication provides a brief of the applicable Tax Deduction at Source (TDS) 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 393(1) read with Section 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 / have not registered their valid PAN details in their demat account or if PAN is invalid or declared to be inoperative on non-linking of PAN with Aadhaar, TDS at the rate of 20% shall be deducted under Section 397 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) 2026-27 does not exceed Rs. 10,000/-; or
- ii. The Shareholder furnishes Form 121, provided that all the required eligibility conditions are met. Please note that all fields are mandatory to be filled up / in and the Company may, at its sole discretion, reject the form, if it does not fulfil the requirement of law. Format of Form 121 is enclosed herewith as **Annexure 1**.
- 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 2**.

- 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 Ordinary Shares owned by it along with self-attested copy of PAN card and certificate of registration with Insurance Regulatory and Development Authority (IRDA)/ LIC/ GIC.
- ii. **Mutual Funds:** Self-declaration that it is registered with Securities and Exchange Board of India ('SEBI') and is notified under Section 11 of Schedule VII 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 11 - Schedule V 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 11 of Schedule VII to / 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.

II. For non-resident shareholders:

- a. 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 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. Further, as per Section 159 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 them. For this purpose, i.e., to avail Tax Treaty benefit, the non-resident Shareholders are required to provide the following:

- Self-attested copy of the PAN card allotted by the Indian Income-tax authorities. In case, PAN is not available, the non-resident Shareholder shall furnish (a) name, (b) email ID, (c) contact number, (d) address in residency country, (e) Tax Identification Number of the residency country (format attached herewith as **Annexure 3**).
- Self-attested copy of Tax Residency Certificate (TRC) (For FY April 01, 2026 to March 31, 2027) obtained from the tax authorities of the country of which the Shareholder is a resident.
- E-filed Form 41 (filed electronically on the Indian Income Tax web portal, pursuant to Notification no. 03/2022 dated July 16, 2022), valid for the period April 2026 to March 2027.
- Self-declaration by the Shareholder of meeting treaty eligibility requirement and satisfying beneficial ownership requirement. (For FY April 01, 2026 to March 31, 2027) (format attached herewith as **Annexure 3**).
- In case of Foreign Institutional Investors and Foreign Portfolio Investors, a 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 evidence demonstrating the non-applicability of Article 24-Limitation of Relief, under India-Singapore DTAA.

It is recommended that Shareholders should independently satisfy their eligibility to claim DTAA benefit including fulfilling 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 dividend amounts. 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.

III. Lower withholding as per Certificate under Section 395:

In case, shareholders (resident or non-resident) provide certificate under Section 395 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 certificate.

Please note that Shareholders should seek the lower withholding certificate on the TAN - MUMA20507E of the Company to enable the Company to grant the benefit of the lower withholding certificate. Any certificate received in any other TAN of the Company will not be accepted.

Accordingly, in order to enable us to determine the appropriate withholding tax rate, as applicable, we request you to provide these details and documents, as mentioned above, on or before Friday, 03rd July, 2026, (cut-off period). Any documents submitted after cut-off period may not be accepted by the Company, for this purpose.

PAYMENT OF DIVIDEND

The dividend on Ordinary Shares, once declaration thereof is approved by the Shareholders of the Company at the AGM, will be paid after deducting the tax at source (TDS), as mentioned in the earlier paragraphs. 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 Income Tax Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar, shall be required to link 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 of the Act. The Company will be using functionality of the Income-tax department for the above purpose. Shareholders may visit <https://www.incometax.gov.in/iec/foportal/> for FAQ issued by the Government on PAN Aadhar linking.

B. Declaration under Rule 203 of the Income-tax Rules, 2026 ('the Rules')

In terms of Rule 203 of the Rules, 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. Any documents submitted after cut-off period will be accepted at sole discretion of the Company. Format of declaration under Rule 203 is attached as **Annexure 4 & Appendix A for Rule 203.**

C. For Shareholders having multiple accounts under different status / category:

Shareholders holding Ordinary Shares under multiple accounts under different status / category and / under a 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 documents such as Form 121, documents under Section 393(5) of the Act, etc. can be uploaded on the link <https://web.in.mpms.mufig.com/formsreg/submission-of-Form-121-41.html> on or before Friday, 03rd July, 2026 till 07:00 pm (IST), to enable the Company to determine the appropriate TDS / withholding tax rate applicable. Any communication on the tax determination/deduction received post Friday, 03rd July, 2026 beyond 07:00 pm (IST) shall not be considered.

It may be noted that in case the tax on said dividend is deducted at a higher rate in the absence of the aforementioned details/documents, Shareholders would have an option to claim an appropriate refund in their return of income, if eligible, from the concerned Income-tax Authorities.

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

UPDATION OF BANK ACCOUNT DETAILS:

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

Shareholders holding shares in physical folios may kindly note that SEBI, vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated November 03, 2021 (subsequently amended by Circular Nos. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/687 dated December 14, 2021, SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 March 16, 2023 and SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 November 17, 2023) has mandated that with effect from April 01, 2024, dividend to security holders (holding securities in physical form), shall be paid only through electronic mode. Such payment shall be made only after furnishing PAN, choice of nomination, contact details including mobile number, bank account details and specimen signature.

Thanking you,

Yours faithfully,

For **ADOR WELDING LIMITED**

VINAYAK M. BHIDE
COMPANY SECRETARY & COMPLIANCE OFFICER

Encl.: as below

To view / download Annexure 1 Form 121 [Click here](#)

To view / download Annexure 2 Declaration of Category of Resident Shareholder [Click here](#)

To view / download Annexure 3 Declaration by non-resident shareholder [Click here](#)

To view / download Annexure 4 TDS Declaration Format under Rule 203 [Click here](#)

To view / download Appendix_A_for_Rule_203 [Click here](#)

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