

August 24, 2026

To

BSE Limited,

Listing Department, P J Towers,
Dalal Street,
Mumbai – 400 001.

National Stock Exchange of India Limited,

Listing Department, "Exchange Plaza",
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051.

Scrip Code: 540679

Trading Symbol: HALEOSLABS

SUB: Communication to Shareholders - Intimation on Tax Deduction on Dividend

Ref: Regulation 30 read with Sub-para 12 of Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to the provisions of the Income Tax Act 2025 as amended from time to time and the Rules framed there under, dividend paid or distributed, shall be taxable at the hands of the Shareholders and the company is required to deduct TDS on the Dividend.

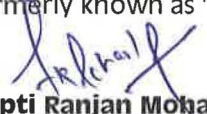
In this regard, please find enclosed herewith an e-mail communication which is being sent to all the shareholders of the Company whose e-mail IDs are registered with the Company/Depositories explaining the process on withholding tax from dividends paid to the shareholders at prescribed rates, as may be applicable, along with the necessary annexures.

Kindly note that all the documents/declarations should be submitted by the shareholders on or before September 25, 2026, in order to enable the Company to determine and deduct appropriate Tax / withholding tax at the prescribed rates, as applicable.

MCA and SEBI has issued notifications to permit most of the communications to shareholders through their registered email addresses. The Company urges all Shareholders who have not registered their email addresses with the Company / RTA to do so forthwith in order to receive all communications promptly without any disruption. kindly take the same on record and suitably disseminate it to all concerned.

For Haleos Labs Limited

(Formerly known as "SMS Lifesciences India Limited")


Trupti Ranjan Mohanty

Company Secretary



Haleos Labs Limited

(Formerly SMS Lifesciences India Limited)

Registered & Corporate Office: Plot No. 19-III, Road No. 71, Opp. Bharatiya Vidya Bhavan Public School, Jubilee Hills, Hyderabad – 500 096, Telangana, India.

Tel: +91-40-6628 8888 | CIN - L74930TG2006PLC050223 | info@haleoslabs.com | www.haleoslabs.com

HALEOS LABS LIMITED

(Formerly known as "SMS Lifesciences India Limited")

CIN: L74930TG2006PLC050223

Plot No.19-III, Road No.71, Jubilee Hills, Opp. Bharatiya Vidya Bhavan Public School, Hyderabad - 500096

Email ID: cs@haleoslabs.com; Website: www.haleoslabs.com

Date: 24/08/2026

Name: ANNAPURNA TALLURI

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Dear Shareholder,

Sub: Communication regarding Tax Deduction at Source (TDS) on Final Dividend declared by Haleos Labs Limited for FY 2025-26;

We are pleased to inform you that the Board of Directors of the Company, at its Meeting held on 29th May 2026, has recommended a dividend at the rate of ₹1.50 (15%) per Equity Share of ₹10 /- each of the company for the financial year ended 31st March 2026.

The dividend, as recommended by the Board of Directors, is subject to the approval of shareholders at the ensuing 20th Annual General Meeting (AGM) and will be paid to those shareholders whose names appear in the Register of Members of the Company as at the close of business hours on **23rd September 2026 ("Record Date")**.

Shareholders whose bank accounts are registered with the Depository Participant/ Registrar and Share Transfer Agent shall receive electronic credit of dividend, and in case of shareholders whose bank accounts are not registered/updated, dividend shall be paid through dividend warrants/demand drafts sent to their registered addresses.

As per the provisions of the Income-tax Act, 2025 (“the Act”) dividend paid by a company is taxable in the hands of the shareholders. Further, the Company, in compliance with the provisions of the Act, would be required to deduct tax at source (TDS) / withhold taxes at the prescribed rates on the amount of dividend paid to its shareholders. The withholding tax rate would vary depending on the residential status, category of shareholder and the documents submitted by them and accepted by the Company.

The shareholders are requested to update/verify the PAN, address, category, and residential status as per the Act, if not already done, with the Depositories (in case of shares held in demat mode) and with the Company's Registrar and Transfer Agent – Aarthi Consultants Private Limited (in case of shares held in physical mode). The Company will rely on the details available with the Company's Registrar and Transfer Agent (RTA) on the Record date.

This communication summarizes applicable TDS provisions of the Act for various shareholder categories, including Resident and Non-Resident shareholders. Shareholders are requested to take note of the following TDS rates and provide additional information to the Company, if applicable.

I. Resident Shareholders

Section	Category	Rate of TDS	Documents required, if any
393(4)(Table: Sl. No. 10)	Insurance Company	Nil	Self-declaration to be provided as per format enclosed as Annexure-1 that shareholder is an Insurance Company and has full beneficial interest with respect to the shares owned by it along with self-attested copy of PAN card and registration certificate issued by the IRDAI/LIC/GIC.
393(5)(d)	Mutual Fund	Nil	Self-declaration to be provided as per format enclosed as Annexure-1 that shareholder is a Mutual Fund specified under Section 11, Schedule VII (Table: Sl. No. 20 or 21) of the Act along with self-attested copy of PAN card and registration certificate.
393(5)(c)	Corporation established by or under a Central Act which is exempt from income-tax on its income.	Nil	Self-declaration to be provided as per format enclosed as Annexure-1 that shareholder is a Corporation established by or under a Central Act along with self-attested copy of PAN card and document evidencing that shareholder is covered under Section 393(5)(c) of the Act.
393(9)	New Pension System Trust	Nil	Self-declaration to be provided as per format enclosed as Annexure-1 that shareholder is a New Pension System Trust specified under Section 11, Schedule VII (Table: Sl. No. 41) of the Act along with self-attested copy of PAN card and registration certificate.
393 r.w.s. 400	Alternative Investment Fund (AIF) established in India	Nil	Self-declaration to be provided as per format enclosed as Annexure-1 that shareholder is an Alternative Investment Fund specified under Section 224(10)(a) of the Act and established as Category I or Category II AIF under the SEBI regulations or International Financial Services Centre (IFSC) Regulations along with self-attested copy of PAN card and registration certificate.
395(1)	Resident shareholders obtaining certificate under Section 395(1) of the Act	Rate provided in the Certificate	Copy of Certificate issued under section 395(1) of the Act is to be provided. The certificate should be valid for the tax year 2026-27 and should cover dividend income.
393(1)(Table: Sl. No.7)/393(4)(Table: Sl. No.	Other Resident Shareholders	Nil	1. Aggregate amount of dividend payable during the tax year 2026-27 does not exceed Rs.10,000 (applicable in case of individual shareholders). 2

10)/393(6)(a)(Table: Sl. No. 1) / 397 (2)			2. Duly filled and verified Form 121 (Form enclosed as Annexure-2) is to be furnished by eligible individual shareholders in duplicate along with self-attested copy of PAN card. Please note that all fields are mandatory to be filled up and Company will reject incomplete forms. 3. Resident individual shareholders can alternatively submit Form 121 (Declaration for receipt of dividend without deduction of Tax) through their depository participants i.e. National Securities Depository Limited (NSDL) or Central Depository Services (India) Limited (CDSL). NSDL and CDSL have been enabled to accept Form 121 electronically. The steps for submitting form 121 in NSDL and CDSL is enclosed as Annexure-3. Accordingly, shareholders holding shares in dematerialized form may submit Form 121 directly through their respective depository participant 4. Self-declaration to be provided as per format enclosed as Annexure-1 that the dividend income is not subject to TDS and are governed by exemption provided under the Act along with self-attested copy of PAN card and documentary evidence supporting the exemption.
		10%	Shareholder having valid PAN
		20%	Shareholder not having PAN / invalid PAN / not having linked with their Aadhaar wherever applicable. As per section 262(6) of the Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar is required to link the PAN with Aadhaar, failing which the PAN is deemed to be inoperative and tax shall be deducted at the higher rates as prescribed under the Act.

II. Non-Resident Shareholders

Tax will be deducted on the amount of dividend payable to non-resident shareholders at the rate given below.

Section	Category	Rate of TDS	Documents required, if any
393(2) read with Section 210	Category III AIF	10% plus applicable surcharge and cess	This rate is applicable for income received from securities (other than those covered under section 208 of the Act) by Category III AIF located in any International Financial Services Centre (IFSC) of which all the units are held by non-residents other than unit held by a sponsor or manager (i.e., specified fund defined under Note 1 of Schedule VI of the Act). Self-attested copy of PAN Card and registration certificate is to be provided.
395(1)	Non-Resident shareholders obtaining certificate under section 395(1) of the Act	Rate provided in the Certificate	Copy of Certificate issued under section 395(1) of the Act is to be provided. The certificate should be valid for the tax year 2026-27 and should cover dividend income.
393(2) (Table: Sl. No. 17) r.w.s. 207 and 393(2) (Table: Sl. No. 15) r.w.s. 210	Non-resident shareholders / FII / FPI	20% plus applicable surcharge and cess	Self-attested copy of PAN card, if any, allotted by the Income Tax Department, India. In case of non-availability of PAN, information is to be furnished as per format enclosed as Annexure-4. In case of Foreign Institutional Investors and Foreign Portfolio Investors, self-attested copy of the registration certificate issued by the Securities and Exchange Board of India is to be provided. See Note given below.

Note: As per Section 159 of the Act, a non-resident shareholder has an option to be governed by the Articles of the Double Taxation Avoidance Agreement ('DTAA') entered between India and the country of tax residence of the shareholder, if such DTAA provisions are more beneficial to such shareholder. To avail the DTAA benefits, the non-resident shareholder will have to provide the following documents:

- a. Self-attested copy of Tax Residency Certificate ('TRC') issued by the tax authority of the country of which shareholder is a tax resident, valid for Tax Year 2026-27 or calendar year 2026 along with Form 41 e-filed on the Indian income-tax e-filing portal <https://www.incometax.gov.in/>
- b. Self-declaration certifying the following points (format enclosed as [Annexure-5](#)):-
 - i. Shareholder is and will continue to remain a tax resident of the country of its residence during TY 2026-27 (i.e. 01.04.2026 to 31.03.2027) or calendar year 2026;
 - ii. Shareholder is the beneficial owner of the shares and is entitled to dividend receivable from the Company;
 - iii. Shareholder is eligible to claim benefit as per DTAA for the purposes of withholding tax on dividend declared by the Company;
 - iv. Shareholder has no permanent establishment/fixed base/place of effective management in India; Or Dividend income is not attributable/effectively connected to any Permanent Establishment (PE) or fixed base in India.

Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholder and meeting the requirements of the Act, read with applicable DTAA. In absence of the same, the Company will not be able to apply the beneficial DTAA rates at the time of deducting tax on dividend.

Note: As per the Act and rules thereto, for generating certificate for foreign remittances to non-resident shareholder (i.e., Form 145 and/or 146), mentioning Tax Identification No. ('TIN') or equivalent unique identification number is mandatory irrespective whether DTAA benefit claimed or not. Thus request every non-resident shareholder to provide TIN or equivalent unique identification number.

III. Other Points

1. In terms of Rule 203 of the Income-tax Rules, 2026 if dividend income on which tax will be deducted is assessable in the hands of a person other than the deductee, then deductee should furnish a declaration with the Company as per format enclosed as [Annexure-6](#) The Company will deduct TDS in the name of other person at the rate applicable as mentioned above.
2. Updation of bank account details: Shareholders are requested to ensure that their bank account details in their respective demat accounts are updated, to enable the Company to make timely credit of dividend in their bank accounts.
3. Shareholders holding shares in multiple accounts with different status / category under single PAN, may note that, TDS will be deducted at applicable higher rate on the entire shareholding.
4. The aforesaid documents such as certificates, declarations, Form121, etc., can be uploaded on <https://www.aarthiconsultants.com/investors/login.php> on or before **25th September 2026** , so as to enable the Company to determine applicable amount of TDS / withholding tax. Alternatively, physical documents may be sent to the RTA at the following address before the aforementioned date. .

Aarthi Consultants Private Limited
Unit: HALEOS LABS LIMITED
1-2-285, Street No: 7,
Domalaguda, Hyderabad
500029, Telangana, India

The documents may also be emailed to the Company at the email ID info@arthiconsultants.com & cs@haleoslabs.com. All communications/documentation/queries in this respect should be addressed to the said email id.

Any communication received post-closing hours of 25th September 2026 shall not be considered.

5. Incomplete and/or unsigned forms, declarations and documents will not be considered by the Company for granting any exemption/relief.
6. In case tax on dividend income is deducted at a higher rate in the absence of receipt of duly filled and signed aforementioned details/documents from you, there would still be an option available with you to file the return of income and claim appropriate refund, if eligible. No claim shall lie against the Company for such taxes deducted.
7. Post payment of the said Dividend, shareholders will also be able to see the credit of TDS in Form 168, which can be downloaded from their e-filing account at <https://www.incometax.gov.in>.
8. In the event of any tax demand (including interest and penalty) arising from any misrepresentation, inaccuracy or omission of information provided / to be provided by the Shareholder(s), such Shareholder(s) will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operate in any proceedings before the income tax authorities and/or appellate authorities.

Thanking you,
Yours faithfully,
For **Haleos Labs Limited**

Sd/-
Trupti Ranjan Mohanty
Company Secretary & Compliance Officer
ICSI Membership No.: F13407

***Disclaimer:** This communication shall not be treated as advice from the Company, its affiliates, or its Registrar & Transfer Agent. The above withholding tax is in summarised form of law and not detailed analysis nor any tax advice. Shareholders are advised to consult their tax consultants with respect to specific tax implications arising out of receipt of dividend.*