



ADC/2026-27/Misc.

June 26, 2026

**Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai 400 001**

Dear Sir/Madam,

Sub: Communication to the Shareholders – Intimation on Tax Deduction on Dividend

Ref: Scrip Code: 523411

Pursuant to the provisions of the Income Tax Act, 2025 and the Rules framed thereunder, as amended by the Finance Act, 2026, dividend paid/distributed by a Company is taxable in the hands of the Shareholders, subject to certain threshold limits.

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

The communication is also available on the website of the Company at <https://www.adckcl.com/in/en/aboutus/investorrelations/other-info.htm>.

Request to kindly take note of the same.

Thanking you,
Yours faithfully,

For ADC India Communications Limited

**Geetha Desikachari
Company Secretary
Membership #F12998**

**ADC India Communications Limited
CIN: L32209KA1988PLC009313**

**Regd. Office & Factory: No.10C, 2nd Phase, 1st Main, P.B.No. 5812, Peenya Industrial Area
Bangalore – 560 058. Tel +91 80 2839 6102 / 2839 6291
Email: support@adckcl.com Website: www.adckcl.com**



Communication to the Shareholders

Ref: Folio / DP Id & Client Id No:

Name of the Shareholder:

Dear Shareholder:

Subject: Tax Deduction at Source (TDS) on Dividend

The Board of Directors of the Company at its meeting held on May 21, 2026, has recommended a dividend of Rs.25/- per equity share of face value of Rs. 10/-each for the financial year ended March 31, 2026, subject to approval of the Shareholders at the ensuing 38th Annual General Meeting to be held on Friday, August 7, 2026.

Pursuant to Regulation 12 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the dividend, if approved, will be paid only in electronic mode to those Shareholders who are holding equity shares of the Company as on the record date of Friday, July 31, 2026.

In terms of the provisions of the Income-tax Act, 2025 ("the **Act**"), dividend paid or distributed by the Company is taxable in the hands of the Shareholders. The Company will therefore deduct tax at source ("**TDS**") from dividend paid to the Shareholders at the applicable rates.

For Resident Shareholders:

TDS will be deducted under Section 393(1) [Table: Sl.No.7] of the Act at 10% on the amount of dividend payable, unless exempt under any of the provisions of the Act. However, in case of individual Shareholders, TDS would not apply if the aggregate of total dividend paid to them by the Company during the Tax year 2026-27 does not exceed Rs.10,000/- (Rupees Ten Thousand only).

TDS will also not be deducted in cases where a Shareholder provides duly signed Form 121 (including individual above the age of 60 years) subject to fulfilment of eligibility conditions as prescribed under the Act. Format of Form 121 can be downloaded from the link given at the end of this communication (format enclosed as **Annexure-1**). Please note that all fields mentioned in the form are mandatory and the Company will reject incomplete form/form filled incorrectly.

Nil/lower tax will be deducted on dividend payable to the following categories of resident Shareholders, on submission of self-declaration (format enclosed as **Annexure- 2**):

- i. **Insurance companies:** Declaration that it qualifies as Insurer in terms of the provisions of Section 2(7A) of the Insurance Act, 1938 along with self-attested copy of PAN card and certificate of registration with Insurance Regulatory and Development Authority (IRDAI).

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- ii. **Mutual Funds:** Declaration that the mutual fund is a mutual fund specified under Section 11 read with schedule VII [Table: Sl. No. 20 and 21) of the Act and is eligible for exemption, along with self-attested copy of the PAN card and SEBI Registration Certificate.
- iii. **Alternative Investment Fund ("AIF") established in India:** Declaration that AIF is eligible for exemption under Section 11 read with schedule V [Table: Sl. No.1] of the Act and that they are registered with SEBI as Category I or Category II AIF along with self-attested copy of the PAN card and SEBI Registration Certificate.
- iv. **New Pension System Trust:** Declaration that it qualifies as NPS trust and income is eligible for exemption under Schedule VII [Table: Sl. No.41] of the Act and being regulated by the provisions of the Indian Trust Act, 1882 along with self-attested copy of PAN card.
- v. **Recognized Provident Fund/Approved Superannuation Fund/ Approved Gratuity Fund:** Declaration that its income is eligible for exemption under schedule III [Table: Sl. No.32] to Section 11 of the Act along with self-attested copy of PAN card and approval granted by the Commissioner of Income Tax.
- vi. **Other Non-Individual Shareholders:** Declaration along with self-attested copy of documentary evidence supporting the exemption and self-attested copy of PAN card.
- vii. Shareholders who have provided a valid certificate issued under Section 395(1) of the Act for lower/nil rate of deduction or an exemption certificate issued by the income tax authorities.

Please also note that where tax is deductible under the provisions of the Act and the PAN of the Shareholder is either not available or PAN available in records of the Company is invalid/inoperative, tax shall be deducted @ 20% as per section 397(2) of the Act.

In case Aadhar Number is not linked with PAN, PAN shall be considered as inoperative and tax shall be deducted at higher rate of 20% as prescribed under the Act.

For Non-Resident Shareholders (including Foreign Institutional Investors and foreign Portfolio Investors):

- Tax is required to be withheld in accordance with the provisions of Section 393(2) [Table: Sl. No.17] of the Act @ 20% (plus applicable surcharge and cess) on the amount of dividend payable.

As per Section 159 of the Act, a 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 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:

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- i. Self-attested copy of PAN card, if allotted by the Indian income tax authorities.
- ii. Self-attested copy of Tax Residency Certificate ("TRC") obtained from the tax authorities of the country of residence of the Shareholder valid for the tax year 2026-27 covering the period from 1st April 2026 to 31st March 2027.
- iii. Electronically filed Form 41 valid for the period from 1st April 2026 to 31st March 2027.
- iv. Self-declaration (format enclosed as **Annexure-3**) by the non-resident Shareholder of meeting the DTAA eligibility requirements and satisfying beneficial ownership requirement valid for the tax year 2026-27 covering the period from 1st April 2026 to 31st March 2027.
- v. 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.
- vi. In case Shareholder is a tax resident of Singapore, please furnish letter issued by the competent authority or any other evidence demonstrating the non-applicability of Article 24-Limitation of Relief under India-Singapore Double Taxation Avoidance Agreement (DTAA).

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

To summarise, dividend will be paid after deducting TDS as under:

- i. NIL for resident individual Shareholders having valid PAN registered and receiving dividend from the Company up to Rs. 10,000 during the financial year.
- ii. NIL for resident individual Shareholders in cases where duly filled up and signed Form 121 along with self-attested copy of the PAN card has been submitted.
- iii. 10% for other resident Shareholders in case copy of valid PAN card is provided /available.
- iv. 20% for resident Shareholders if copy of PAN card is not provided/not available or PAN is not linked with Aadhaar.
- v. TDS rate will be determined on the basis of documents submitted by the non-resident Shareholder.

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- vi. 20% plus applicable surcharge and cess for non-resident Shareholder in case the relevant documents are not submitted.
- vii. Lower/Nil TDS on submission of self-attested copy of the valid certificate issued under Section 395(1) of the Act.

In terms of Rule 203 of the 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 the Company in the manner prescribed in the Rules (format of declaration under section 203 enclosed as **Annexure-4**).

For all Shareholders:

To enable the Company to determine the appropriate tax rate at which tax has to be deducted at source under the respective provisions of the Act, Shareholders are required to provide the above-mentioned details and documents as applicable to them **on or before Friday, July 24, 2026**. The dividend will be paid after deduction of TDS as determined based on the aforementioned documents provided by the respective Shareholders as applicable to them and satisfactory review of the documents by the Company.

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.

Shareholders may note that in case the tax on dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/documents or due to defect in any of the aforementioned details/documents submitted, claim for refund of the excess tax deducted can be made at the time of filing your return of income as per the Act. No claim shall lie against the Company for such taxes deducted.

Updation of Residential Status, PAN, Email address and other details:

Shareholders holding shares in dematerialised mode are requested to update their residential status, email address, mobile number, residential address, category and other details with their relevant depositories through their depository participants. Shareholders holding shares in physical form are requested to furnish details to the Company's Registrar and Transfer Agent, viz. KFin Technologies Limited ("RTA"/"KFin") through relevant ISR forms. The Company is obligated to deduct TDS based on the records made available by National Securities Depository Limited or Central Depository Services (India) Limited ("the Depositories") in case of shares held in demat mode and from the records of the RTA in case of shares held in physical mode. The Company will not entertain any subsequent requests for any change in residential status, PAN, mobile number, email address, residential address or any other details as recorded on the record date, nor will it accept any revision to the TDS return.

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Kindly note that the aforesaid documents should be uploaded with KFin on the link <https://ris.kfintech.com/clientservices/investors/taxforms.aspx> or emailed to inward.ris@kfintech.com on or before **Friday, July 24, 2026** to enable the Company/RTA to determine the appropriate TDS/withholding tax rate applicable.

Any communication on the tax determination/deduction received post **Friday, July 24, 2026**, shall not be considered by the Company/RTA and TDS will be deducted at the applicable rate.

Updation of Bank Account details:

To facilitate receipt of dividend directly in your bank account, we request you to submit/update your bank account details with their Depository Participant, in case shares are held in electronic form. In case shares are held in physical form, you have to submit Form ISR-1, duly signed by you, along with a cancelled cheque leaf with your name and bank account details and a self-attested copy of your PAN card and Aadhaar card to KFin Technologies Limited. In case the cancelled cheque leaf does not bear your name, please attach a self-attested copy of the bank passbook/statement.

Thanking you,
Yours faithfully,

For ADC India Communications Limited

Sd/-

Geetha Desikachari

Company Secretary and Compliance Officer

Membership No. FCS12998

- Annexure 1 - Form 121 (Self-Declaration for Nil TDS by Resident Individuals)
- Annexure 2 – Self-declaration for Resident (Non-Individual) Shareholders
- Annexure 3 – Self-declaration for Non-Resident Shareholders
- Annexure 4 – Declaration under Rule 203

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