Shaily Secretarial

From:	enotices@nsdl.com
Sent:	14 August 2026 16:43
To:	Shaily Secretarial
Subject:	SHAILY ENGINEERING PLASTICS LIMITED - Communication of TDS Deduction on Final Dividend for the Financial Year 2025-2026.
Attachments:	Annexure_1_form_no_121.pdf; Annexure_2 _Non_Individual_Resident_Self_Declaration.docx; Annexure_3 _Declaration_under_Sec395.doc; Annexure_4_Non_Residents_Self_Declaration.docx
Follow Up Flag:	Follow up
Flag Status:	Flagged

SHAILY ENGINEERING PLASTICS LIMITED
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Date: 14th August 2026

Dear Shareholder,

We are pleased to inform you that the Board of Directors of the Company, at its meeting held on 19th May 2026 has recommended a **Final Dividend @ 150% i.e. Rs. 3.00/- per Equity Share** having face value of Rs. 2.00/- each for the Financial Year ended 31st March 2026. The dividend will be paid by the Company to its shareholders subject to the approval of the same by the shareholders at the ensuing Annual General Meeting of the Company.

The dividend, as recommended by the Board and if approved at the ensuing Annual General Meeting to be held in 2026, will be paid in electronic form to the shareholders holding equity shares of the Company as on the **Record Date, i.e. 11th September, 2026**.

Shareholders may note that pursuant to the Indian Income Tax Act, 2025 ("the Act"), dividends paid or distributed by the Company on or after 1st April 2020 shall be taxable in the hands of the shareholders. The Company shall therefore be required to deduct tax at source ('TDS') (at the applicable rates) at the time of payment of the dividend. The withholding tax rate would vary depending on the residential status of the shareholder(s) and subject to verification of documents, sent by the shareholder(s) to email id tds@bigshareonline.com.

The below-mentioned communication provides a brief of the applicable Tax Deduction at Source ('TDS') provisions under the Act for Resident and Non-Resident shareholder(s) categories.

1. **For Resident Shareholders:**

Tax is required to be deducted at source under Section 393(1) Table Sl. No. 7 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 account, TDS at the rate of 20% shall be deducted under Section 397(2) of the Act.

No tax shall be deducted on the dividend payable to the following residents where they provide details and documents as follows:

Type of Shareholders	Applicable Rate	Action / Documents required (if any)
Resident Individuals to whom total dividend to be paid/ likely to be paid in FY 2026-27 does not exceed Rs. 10,000	NIL	None
Resident Individuals submitting Form 121, where tax on Shareholders' estimated total income is Nil	NIL	Declaration in the cases where the shareholders provide valid and duly filled Form 121 in ***Annexure 1*** (for individuals, with no tax liability on total income and income not exceeding maximum amount which is not chargeable to tax or for individual above the age of 60 years with no tax liability on total income), no TDS shall be deducted for the FY 2026-27.
Insurance Companies	NIL	Self-declaration that it qualifies as 'Insurer' as per Section 2(7A) of the Insurance Act, 1938 in ***Annexure 2*** that no tax is deductible as per provisions of 393(4) [Table: S.No.10] of the Act 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)/LIC/GIC.
Mutual Funds	NIL	Self-declaration that it is registered with SEBI and is notified under Section 11 read with Schedule VII (Table: Sl. No. 20 or 21) of the Act in ***Annexure 2*** along with self-attested copy of PAN card and certificate of registration with SEBI.
Alternative Investment Fund (AIF) established in India	NIL	Self-declaration that Alternate Investment Fund (AIF) registered with SEBI specified at Schedule V (Table: Sl. No 1) of the Act established as Category I or Category II AIF under the SEBI regulations in ***Annexure 2*** along with self-attested copy of PAN card and registration certificate issued by SEBI
New Pension System (NPS) Trust	NIL	Self-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 Trusts Act, 1882 in ***Annexure 2*** along with self-attested copy of the PAN card.
Any other person/ Authorities/ Funds/ Bodies etc., falling under exemption of any other provisions or notification, order, circular etc.	NIL	A copy of the said provisions or notification, order, circular etc.; copy of self-declaration that the person is covered in that provisions or notification, order, circular etc.; a self-attested copy of PAN and relevant certificate obtained in this regard.
Benefit under Rule 203	Rates based on the status	In case where shares are held by Clearing Member/ intermediaries/ stockbrokers and TDS is to be applied by

	of the beneficial owners	the Company in the PAN of the beneficial shareholders, then intermediaries/ stockbrokers and beneficial shareholders will have to provide a declaration.
Other resident shareholders without PAN/ Invalid PAN/ Deleted PAN/ Non linking of PAN with Aadhar Number	20%	-
Other Non-Individuals	NIL	Self-attested copy of documentary evidence supporting the exemption along with self-attested copy of PAN card.
Submitting Order/ Certificate under Section 395 of the Income Tax Act, 2025 (the Act)	Rate provided in the Order	Lower/ NIL withholding tax certificate for the financial year 2026-27, if any, obtained from Income Tax authorities. In case the shareholder has obtained tax exemption status under any provisions of the Act, the documentary evidence along with declaration for the same in ***Annexure 3***

2. **For Non-Resident Shareholders:**

Taxes are required to be withheld in accordance with the provisions of Section 393 of the Act, as per the rates as applicable.

Type of Shareholders	Applicable Rate	Action / Documents required (if any)
Non-resident shareholders have the option to be governed by the provisions of the Double Tax Avoidance Treaty (DTAA) between India and the country of tax residence of the shareholder, as per Section 159 of the Act,	20% (plus applicable surcharge and cess) OR Tax Treaty Rate** **(whichever is lower)**	Update/Verify the PAN, legal entity status and the residential status as per the Act, if not already done, with the depositories. In order to apply the Tax Treaty rate, all the documents mentioned below would be required: 1. Self-Attested copy of PAN allotted by the Indian Income Tax authorities. 2. Self-Attested copy of the Tax Residency Certificate (TRC) applicable for the period FY 2026-27 obtained from the tax authorities of the country of which the shareholder is a resident. 3. Form 41 filed electronically on the Indian Income Tax web portal 4. Self-declaration of having no taxable presence, fixed base or permanent establishment in India in accordance with the applicable Tax Treaty and Beneficial ownership by the non-resident shareholder. 5. Self-declaration from Non-resident of meeting treaty eligibility requirement and satisfying beneficial ownership requirement in the ***Annexure 4.*** Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the Non-Resident

		shareholders. The Company will apply its sole discretion and is not obligated to apply the beneficial DTAA rates for tax deduction on dividend payable to shareholders. TDS shall be recovered at 20% (plus applicable surcharge and cess) if any of the above-mentioned documents are not provided.
Submitting Order/ Certificate u/s 395 (i.e. lower or NIL withholding tax certificate)	Rate provided in the Order	Lower/ NIL withholding tax certificate for the financial year 2026-27, if any, obtained from Tax Authorities.

**The Company is not obligated to apply the beneficial Tax Treaty Rates at the time of tax deduction/ withholding on dividend amounts. Application of beneficial Tax Treaty Rates shall depend upon the completeness of the documents submitted by the Non-Resident shareholder and review to the satisfaction of the Company.

3. **Declaration under rule 203 of the income tax rules, 2026 [corresponding to rule 37BA of the income tax rules, 1962]:**

As per Rule 203 of the Income Tax Rules, 2026, any entity holding shares on behalf of registered shareholders or acting as a custodian, such entity is required to furnish a declaration containing the name, address, PAN, status/ category, residential status, number of shares, dividend amount of the person to whom TDS credit is to be given and reasons for giving credit to such person. In this regard, a declaration must be filed with the Company in accordance with Rule 203(2) of the Income Tax Rules.

4. **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.

FOR ALL SHAREHOLDERS:

The aforementioned forms/annexures can be downloaded from the link:

https://www.bigshareonline.com/resources-sebi_circular.aspx#parentHorizontalTab3

The aforementioned documents (duly completed and signed) are required to be submitted to the Company's RTA at tds@bigshareonline.com.

In order to enable us to determine the appropriate tax rate at which tax has to be deducted at source under the respective provisions of the Act, we request you to provide the details and documents as applicable to you **on or before 11th September 2026.**

Incomplete and/or unsigned forms and declarations will not be considered by the Company. No communication on the tax determination/ deduction shall be considered after **11th September 2026.**

All the documents submitted by the shareholders will be verified by the Company and the Company will consider the same while deducting the appropriate taxes if they are in accordance with the provisions of the Act.

Shareholders may note that in case the tax on said dividend is deducted at a higher rate in absence of receipt of the aforementioned details/ documents, option is available to the shareholder to file the return of income as per the Act, and claim an appropriate refund, if eligible.

All communications/ queries in this respect should be addressed to our RTA, M/s. Bigshare Services Private Limited at their e-mail ID: tds@bigshareonline.com/ investor@bigshareonline.com

In the event of any income tax demand (including interest, penalty, etc.) 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-operation in any appellate proceedings.

UPDATION OF BANK ACCOUNT AND PAN DETAILS & KYC

Shareholders are requested to complete the necessary formalities to link their bank account to their demat account to enable the Company to make timely credit of dividend in their respective bank account.

Shareholders are further requested to update tax residential status, permanent account number (PAN), registered email address, mobile numbers and other details with their depository participants.

Shareholders holding shares in physical mode, who have not provided the information regarding bank particulars, are requested to register/update their Bank details (e.g. name of the bank and the branch, bank account number, 9 digits MICR number, 11-digit IFS Code and the nature of account) to the company or RTA by submitting duly signed and filed prescribed KYC forms (ISR-1) with supporting documents. Shareholders holding shares in electronic mode are requested to register their Bank details with the relevant Depository Participant. This will enable the Company to make timely credit of dividend to the Shareholders in their respective bank accounts.

Pursuant to the SEBI master circular no. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 dated May 07, 2024, it is mandatory to furnish PAN, KYC Details (including email, mobile number, and bank account details) and Nomination in respect of physical folios. Kindly ensure these details are updated with registrar to avail uninterrupted service request and dividend credit in bank account as no dividend will be paid to shareholders by way of issuance of physical warrant with effect from April 1, 2024.

UPDATING EMAIL ID

Shareholders holding shares in physical mode and who have not registered / updated their email addresses with the Company are requested to update their email addresses with Bigshare. Shareholder holding shares in dematerialized mode are requested to register / update their e-mail addresses with the relevant Depository Participant(s).

Disclaimer: Above communication on TDS only sets out the provisions of law in a summarized manner and does not purport to be a complete analysis or listing of all potential tax consequences. Shareholders should consult their own tax advisors for the tax provisions applicable to their particular circumstances.

We seek your valuable co-operation in this regard.

Thanking you,

Yours sincerely,

For Shaily Engineering Plastics Limited

Sd/-

Harish Punwani
Company Secretary