

HZL/2026-27/SECY/31

May 30, 2026

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai – 400 001

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor Plot No., C/I, G Block
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051

Kind Attn: General Manager – Department
of Corporate Services

Kind Attn: Head Listing & Corporate
Communication

Scrip Code: 500188

Trading Symbol: HINDZINC

Dear Sir/Madam,

Sub: 9th Tax Transparency Report for FY 2025-26

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith 9th Tax Transparency Report of the Company for the Financial Year 2025-26.

We request you to kindly take the above intimation on record.

Thanking You.

Yours faithfully,
For Hindustan Zinc Limited

Aashima V Khanna
Company Secretary & Compliance Officer

Encl: as above

LEADING THE WAY FOR A **BETTER FUTURE**

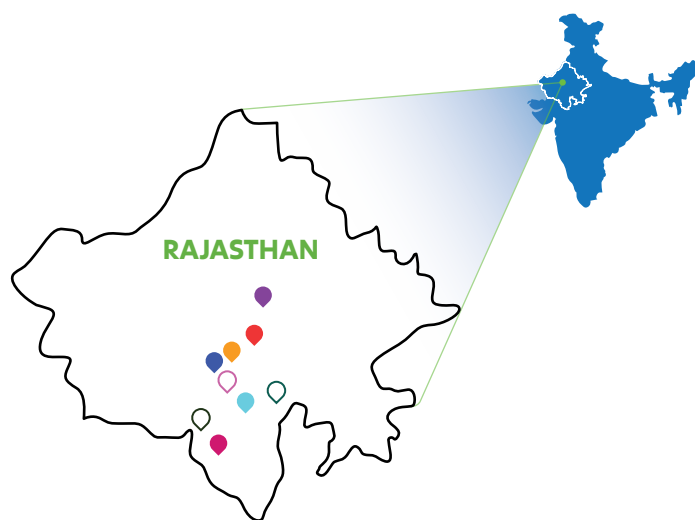


Tax Transparency Report 2025-26







Hindustan Zinc Limited (Hindustan Zinc) was incorporated from the erstwhile Metal Corporation of India on 10th January 1966 as a Public Sector Undertaking.

In April 2002, as part of its divestment strategy, the Government of India divested its stake in Hindustan Zinc, enabling Vedanta Limited to acquire a controlling interest. As on 31st March 2026, Vedanta Limited owns 60.71% of Hindustan Zinc's share, the Government of India holds 27.92%, and the balance is held by Public and Institutional Investors.

Hindustan Zinc is the world's largest integrated Zinc producer and India's largest & only integrated producer of Zinc, Lead and Silver and it operates across the value chain - from exploration, asset development and extraction, to processing and value addition. The company continues to deliver long term value and growth across all stages.






STRONG OPERATIONAL ASSET BASE IN MINES

MINES	RESERVE (MILLION MT)	RESOURCE (MILLION MT)	RESERVE GRADE Zn (%)	RESERVE GRADE Pb (%)
 Rampura Agucha Mine	45.1	17.7	9.6	1.5
 Sindesar Khurd Mine	35.2	54.7	3.1	1.8
 Rajpura Dariba Mine	65.9	29.9	5.0	1.7
 Bamnia Kalan Mine	8.4	33.7	2.8	0.9
 Kayad Mine	1.8	9.9	5.1	0.7
 Zawar Mine	62.7	103.7	2.5	1.2

RESERVE & RESOURCE (R&R) SUMMARY

CATEGORY	MILLION (MT)	GRADE		
		Zn (%)	Pb (%)	Ag (g/t)
Reserve	219.1	4.9	1.5	50
Mineral Resource - Measured & Indicated	135.2	4.5	1.7	52
Mineral Resource - Inferred	114.3	4.2	1.9	55

SMELTERS	PYRO-METALLURGICAL ZINC SMELTER* (TPA)	PYRO-METALLURGICAL LEAD SMELTER* (TPA)	HYDRO-METALLURGICAL ZINC SMELTER (TPA)	LEAD SMELTER (TPA)	CAPTIVE POWER PLANT (MW)#
 Chanderiya Lead-Zinc Smelter	1,05,000	90,000	4,89,500	-	290
 Dariba Smelting Complex	-	-	2,50,000	1,20,000	170
 Debari Zinc Smelter	-	-	89,500	-	-

We also have 90MW captive Power Plant at Zawar Mines.

*Operation of pyrometallurgical smelters in zinc-lead mode is considered for smelting capacities. Actual production may vary based on mode of pyro operations. Note: Additional facilities in Pantnagar, in the state of Uttarakhand, for processing and refining of zinc, lead and silver, which does not add to our overall smelting capacity.

(TPA = MT per annum)

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POWER CAPACITY MIX FY 2025-26 (MW)



**Captive
Solar Power**
40.70



**Captive Waste Heat
Recovery Boiler**
63.10



**Wind Power
(Independent
Power Producer)**
273.50



**Captive
Thermal
Power**
550.00

EVOLVING DYNAMICS OF TAX TRANSPARENCY

The global tax environment is undergoing a significant transformation, driven by increasing expectations around ESG accountability, regulatory scrutiny, and stakeholder demand for greater transparency. There is a growing shift from traditional compliance focused reporting to more proactive, principle-based disclosures that provide deeper insights into tax strategies, governance, and transparency.

India's tax transparency has also evolved from periodic disclosures to a realtime, datadriven, faceless and globally interconnected compliance architecture through statutory reporting mandates, digital audit trails. In this evolving landscape, tax transparency is becoming integral to corporate credibility, enabling organizations to build trust, mitigate reputational risks, and align with global sustainability priorities.

Through the adoption of globally recognized frameworks and the maintenance of robust voluntary disclosures, Hindustan Zinc, through this report, demonstrates its commitment to transparency as a core pillar of responsible business conduct and sustainable value creation. This report has been prepared in alignment with the GRI 207: Tax (2019) standards, to the extent possible. Hindustan Zinc is guided by the principles of Extractive Industries Transparency Initiative (EITI) and the International Council on Mining and Metals- Social and Economic Reporting Framework (ICMM-SeRF), providing a comprehensive overview of the Company's tax strategy, governance and risk management framework.

ABOUT HINDUSTAN ZINC

Hindustan Zinc is the world's largest integrated zinc producer and among the top 10 silver producers globally. We are a global leader in critical minerals and metals, with one of the largest and most diversified portfolios. We are recognised globally for our scale and operational excellence, technological and innovation capabilities, and pioneering sustainability efforts.

We consistently raise the bar through investments in advanced automation, digitalisation, and a sharp focus on efficiency, strengthening our position among the world's lowest-cost producers. Through our relentless pursuit of innovation to expand capabilities and portfolio, we consistently deliver greater value to customers while positioning ourselves as leaders in India's path to critical mineral self-reliance.

At Hindustan Zinc, we are not just securing critical resources, we are shaping a resilient, sustainable future for India and beyond.

Hindustan Zinc is subject to tax jurisdiction in India only. The primary activities viz. production, manufacturing, sales, marketing of Hindustan Zinc's operations are based in India, and global sales are managed through sales/marketing offices based in India only. There are no revenue from intra group transaction with other tax jurisdiction, therefore, Hindustan Zinc earns 100% of its profits from operations in India as there are no operations, sales or marketing offices outside India.

Consolidated Figures

TAX JURISDICTION	FINANCIAL YEAR	ENTITY	PRIMARY ACTIVITIES	TOTAL EMPLOYEES INCL. CONTRACT EMPLOYEES (AS ON 31 st MAR' 26)	REVENUE	PROFIT BEFORE TAX (EARNINGS BEFORE TAX)	INCOME TAX ACCRUED	PROFIT AFTER TAX (PAT)	INCOME TAX PAID
India	2025-26	Hindustan Zinc Ltd.	Mining & Manufacturing of Zinc, Lead and Silver	27,263	₹ 40,844 Cr.	₹ 18,508 Cr.	₹ 4,676 Cr.	₹ 13,832 Cr.	₹ 4,552 Cr.

THE ZINC REVOLUTION AGAINST CORROSION

Did you know that corrosion silently costs India nearly 5% of its GDP every year, an economic loss larger than many national development budgets? From bridges, highways, rail networks, and airports to industrial plants, pipelines, vehicles, and even household structures, corrosion affects nearly every aspect of modern life. Left unchecked, it weakens critical infrastructure, disrupts industrial efficiency, increases safety risks, and results in billions spent annually on repairs, replacements, and maintenance. Despite this enormous impact, corrosion often remains an invisible challenge, overlooked until the damage becomes severe.

Through the '#ZungKeKhilaafZinc' campaign, Hindustan Zinc sought to bring the true scale of this issue into public consciousness by transforming a highly technical industrial challenge into a nationwide movement. By highlighting zinc galvanization as a proven and sustainable solution, the initiative demonstrated how proactive corrosion prevention can protect national infrastructure, reduce economic losses, and contribute to building safer, longer-lasting assets that support the country's growth and future resilience.

OUR SUBSIDIARIES AND THEIR ACTIVITIES



HZA
Hindustan Zinc Alloys Pvt. Ltd.
Manufacturing of Metal Alloys



HES
Hind Metal Exploration Services Pvt Ltd
Systematic exploration of all types of mineral deposits



HZF
HINDUSTAN ZINC FERTILISERS
Hindustan Zinc Fertilisers Pvt. Ltd.
Manufacturing of Phosphatic Fertilizers



Vedanta Zinc Football & Sports Foundation
Sports intervention at the broader level bringing excellence at grassroots level



Zinc India Foundation
Zinc India Foundation
To carry out CSR activities

INDUSTRIES SERVED BY US



CHAIRPERSON'S VALUE STATEMENT



For a business to thrive, trust is critical. The best way to build and maintain trust is by being transparent. At Hindustan Zinc, this is a core value and an unshakeable belief. Transparent governance which fosters trust is embedded across our systems, processes and people. It guides our decisions, strengthens accountability, and reinforces the faith of stakeholders.

The Tax Transparency Report 2026 marks another step in our commitment to transparently articulate our economic contributions and governance practices. Now in its 9th edition, the report goes beyond disclosure and reflects our conviction that responsible businesses must move beyond compliance and contribute to nation building.

Our approach to taxation is anchored in responsibility and purpose. We regard our tax contributions as a tangible investment in the nation's development, supporting public infrastructure, advancing social progress, and contributing to a resilient economic framework. We are anchored in India. When the country grows, and its people prosper, so do we. Our cumulative contribution to the government exchequer over the past five years is ₹ 91,572 Cr. including ₹ 18,846 Cr. in FY 25-26.

Our commitment to the highest standards of governance is now well recognised in India and abroad. We are proud to be ranked 1st in the Metals & Mining sector for the 3rd consecutive year in the S&P Global Corporate Sustainability Assessment 2025, scoring 90 out of 100 and among the top 1% globally in the S&P Global Sustainability Yearbook 2026 for the 9th consecutive year. We are the First Indian Company to join the prestigious International Council on Mining and Metals (ICMM). Further, we secured the 1st rank in Metals & Mining sector and 7th overall at the BW Businessworld – India's Most Sustainable Companies (IMSC) Awards.

These acknowledgments motivate us to deepen our efforts and maintain the highest standards.

Our efforts on transparency and governance only add to our operational excellence and financial results. They are not a cost. They are an investment which delivers excellent returns, for us, for our communities and for the nation.

This Tax Transparency Report reflects our continued commitment, offering a clear view of our performance and the values that guide us. It motivates us to do more and to do better every year.



PRIYA AGARWAL HEBBAR

Chairperson
Hindustan Zinc Limited

Our efforts on transparency and governance only add to our operational excellence and financial results. They are not a cost. They are an investment which delivers excellent returns, for us, for our communities and for the nation.

MESSAGE FROM CEO

A responsible approach to taxation lies at the heart of how we create sustainable value and uphold stakeholder's trust. More than a statutory obligation, we view this as a core pillar of our ESG philosophy, one that reinforces our commitment to transparency, accountability, and inclusive growth.

At Hindustan Zinc, this commitment towards transparency is firmly embedded in our operating model, reflecting our responsibility to the economies and communities we serve. We strive to provide relevant and meaningful disclosures that enable stakeholders to understand our tax position and practice with confidence. We are committed to contributing our fair share to public finances while supporting national development priorities, ensuring that our growth remains responsible, balanced, and aligned with broader societal progress.

Building on this foundation of transparency, we are among the first companies in Indian metals and mining sector to adopt the Taskforce on Nature-related Financial Disclosures (TNFD) framework in FY 23-24. This step strengthens the integration of nature-related considerations across our governance, strategy, risk management, and disclosures. At the same time, our association with International Council on Mining and Metals (ICMM) and alignment with the Extractive Industries Transparency Initiative (EITI) ensures transparent and accessible reporting of our financial contributions.

As we move forward, we remain committed to further strengthening our governance, deepening transparency, and setting benchmarks for responsible approach to taxation.














ARUN MISRA

CEO & Whole-time Director
Hindustan Zinc Limited

We are committed to contributing our fair share to public finances while supporting national development priorities, ensuring that our growth remains responsible, balanced, and aligned with broader societal progress

HIGHLIGHTS

-  World's largest integrated zinc producer and India's largest & only integrated producer of zinc, lead and silver
-  Highest-ever mined metal and second-best refined metal production of **1,114 kt** and **1,048 kt** respectively
-  Record ore resources & reserves of **468.6 Million MT with 25+ years of**
-  Leader in India's primary zinc industry with about **74%** market share
-  Silver production of **627 MT**, clocking over **20x** growth in the last two decades
-  Ranked **1st** in the Metals & Mining sector for the **3rd** consecutive year in the S&P Global Corporate Sustainability Assessment 2025
-  Among Top **1%** in S&P Global Sustainability Yearbook 2026, featuring for the **9th** consecutive year
-  Among Top **10** Global silver producing mines at Sindesar Khurd
-  Chanderiya Lead Zinc Smelter & Rampura Agucha Mines have become India's first sites to receive the **Zinc Mark and Copper Mark certification**
-  Rampura Agucha Mine became the **world's largest zinc producing mine**
-  Partnered with Tata Steel and Silox India to drive adoption of EcoZen, Asia's first low-carbon zinc, reducing carbon footprint by **75% as compared to global average**

(kt=Thousand metric tonne)

MESSAGE FROM CFO

At Hindustan Zinc, we believe that taxes are not just a statutory requirement, but a vital pillar for sustainable economic development and a testament to our commitment to India's growth. As Rajasthan's largest taxpayer and one of the country's leading contributors, our role extends beyond compliance, we see it as a responsibility to drive prosperity and inclusive progress for the nation.

Our approach to taxation is rooted in discipline, integrity, and robust financial governance. We have established stringent internal controls and a comprehensive, structural management framework to ensure precision and full regulatory compliance. Transparency is at the heart of our operations; we consistently deliver reliable disclosures that give stakeholders a clear and accurate view of our tax contributions and practices.

We are steadfast in our commitment to good governance and robust reporting. Our processes and disclosure standards are continuously strengthened to ensure every action aligns with our principles of sustainable and responsible governance. This dedication is reflected in our consistent performance and our intent to operate with credibility, consistency, and purpose.

Looking ahead, we are focused on further enhancing our governance frameworks and operational efficiencies. Our aim is to continue delivering value to our stakeholders, supporting community development, and contributing to India's journey towards inclusive and sustainable growth. We will invest in innovation, strengthen our internal controls, and uphold the highest standards of transparency and accountability. Our commitment to tax transparency ensures we remain a trusted partner in the nation's economy, fostering progress through ethical governance and fiscal responsibility.











SANDEEP MODI

Chief Financial Officer
Hindustan Zinc Limited

Transparency is at the heart of our operations; we consistently deliver reliable disclosures that give stakeholders a clear and accurate view of our tax contributions and practices.

HIGHLIGHTS

 <p>Contribution of ₹ 18,846 Cr. to exchequer, which is 46% of revenue</p>	 <p>Zinc cost of production fell to a 5-year low of US\$ 959 per tonne, improving 9% from last year</p>	 <p>Included in Nifty 100, Nifty Next 50, Nifty 100 ESG, Nifty 100 Enhanced ESG, and Nifty 100 ESG Sector Leaders indices</p>	 <p>Among top 5 in Nifty Metal and top 40 in Nifty 100 indices based on a market capitalisation of ₹ 2.12 lakh Cr. as on 31st March 2026</p>
 <p>Revenue ₹ 40,844 Cr. up 20% YoY</p>	 <p>EBITDA rose by 27% YoY to ₹ 22,162 Cr. Industry-leading EBITDA Margin of c.54%, improved by 300 bps. YoY</p>	 <p>Profit After Tax ₹ 13,832 Cr. up 34% YoY</p>	 <p>Industry-leading Return on Capital employed of c.67% and strong return on equity of c.77%</p>

AWARDS & RECOGNITIONS



Hindustan Zinc has been conferred with the **GST LEADERSHIP EXCELLENCE AWARD** and **EXCELLENCE IN CORPORATE TAX COMPLIANCE-GOLD AWARD** in BW CFO World - India Tax Leaders Awards 2025

These recognitions collectively underscore Hindustan Zinc's position as a leader in tax governance. By voluntarily publishing Tax Transparency Report, which is aligned to the extent possible with the Global Reporting Initiative (GRI) 207: Tax 2019 standards, EITI and ICMM-SeRF we continue to demonstrate our commitment to accountability, integrity, and transparency across all financial and regulatory engagements.



Ranked **1st** in the Metals & Mining sector for the **3rd** consecutive year in the S&P Global Corporate Sustainability Assessment 2025



Placed in **Top 1%** in S&P Global Sustainability Yearbook 2026, featuring for the **9th** consecutive year



Integrated Annual Report FY 2025 ranked **No.1 amongst Indian integrated reports** and **6th** globally, winning its **1st Platinum** in League of American Communications Professionals (LACP) Spotlight Awards 2025



Business Responsibility and Sustainability Report (BRSR) was selected as the **best BRSR under manufacturing large-cap category** at the **4th ICAI Sustainability Reporting Awards**



Sustainability Report FY 2025 has won **Platinum award** at the LACP Vision Awards 2024-25, along with a **Special Achievement Award** for the **Most Creative Report Worldwide**



Recognized internationally as the **Best Organization in Leading Diversity, Equity, Inclusion, and Belonging** initiatives with a **Gold Award** in HCM (Human Capital Management) Excellence by the Brandon Hall Group



Accredited as a **Great Place to Work**, surpassing the Trust Index benchmark across manufacturing sectors in India with the ever-highest engagement score



Won '**Best CSR in Private Sector**' award at the Mining & Minerals Excellence Award



Sindesar Khurd Mine and Kayad Mines have been awarded the **prestigious GreenCo Silver rating**



Awarded '**Excellence in Waste Management**' - Sustainable Operational Award at the CEE Waste Management Summit & Awards 2025



Honored with **Disrupter in Finance and Spend Management** title at SAP ACE Awards 2025



GUIDING TAX PRINCIPLES



Trust

To maintain high standards of integrity with respect to tax compliance and reporting.



Engagement With Regulators

Working positively, proactively and transparently with tax authorities to minimize the extent of disputes, achieve early agreement on any disputed issues when they arise, and achieve certainty wherever possible.



Compliance

To observe all applicable laws, rules and regulations including Transfer Pricing and to meet all tax compliance requirements in a timely manner.



Risk Management

To identify tax risks in a consistent and formal manner and communicate these where appropriate to the Audit & Risk Management Committee and the Board.



Transparency

To proactively disclose detailed information about the overall tax contribution of the company to the government.



Proactive Consultation

To actively participate in tax policy consultation processes where appropriate.



Economic Substance

To undertake only those transactions whose outcomes are consistent with their underlying economic consequences, including tax structures with commercial substance.



Process & Controls

Ensuring meticulous documentation of transactions and tax positions with diligent professional care and judgement, making decisions at the highest level and backing them with robust evidence.

People Progress

To develop our people, through training, experience and opportunities.



TAX STRATEGY

Hindustan Zinc's tax strategy is aligned with the Code of Conduct as well as globally accepted guidance on best practices and good governance. Our tax strategy is guided by our tax policy, which is periodically reviewed and approved by the Board of Directors. Its primary focus is a commitment to compliance, in letter and spirit, with the tax laws and regulations of the country and the states in which the company operates. At the same time, it is committed to conducting all related party transactions on an arm's length principles and not adopting any tax structures without commercial substance. In summary, our strategy is based on the following three pillars:

Accountability & Governance:

Tax is one of our key focus areas in the domain of corporate governance. Our tax principles and strategy are determined by the CFO and presented annually to the Whole Time Director of the company as a representative of the Board of Directors.

We also require all our employees, tax advisers and suppliers of tax services to act with integrity and maintain highest ethical standards.

We periodically review emerging tax risks which may arise in view of multiple disruptions in business and economy including regulatory, social, political and technological changes. We have set up procedures in relation to tax risk management and carry out periodic risk assessments. We attempt to mitigate tax risks by taking strong technical positions in accordance with applicable laws and supported by adequate documentation. Material tax risks or disputes are reported to Audit and Risk Management Committee for its consideration.

Business Structure:

Our long-term business philosophy is to avoid undue tax risks and any inefficiencies in the implementation of business decisions. We are committed to paying tax in the jurisdiction in which value is created and not to use tax havens for tax avoidance or transfer value created to low tax jurisdictions. We are committed not to use tax structures without commercial substances and undertake all transactions with related parties on the basis of the arm's length principles.

Seeking & Accepting Tax Incentives:

Where we claim tax incentives offered by government authorities, we seek to ensure that they are transparent and consistent with statutory or regulatory frameworks and aligned with our commercial structures.



OUR TAX APPROACH

Approach to Tax Transparency

Our Core Values include Integrity that places utmost importance to engaging ethically and transparently with all stakeholders taking accountability of all actions, which would also include tax decisions. Our Code of Conduct further states that we will promote full, fair, accurate, timely and understandable disclosure of reports and documents.

This report is a part of our voluntary initiative to be at the forefront of transparent disclosures and to demonstrate our agility in tax reporting and focus on maintaining high standards in disclosures. We aim to be accountable towards our stakeholders and are committed to long-term sustainable value creation for our stakeholders, including government and society at large. The report also provides our stakeholders with detailed information about the economic contribution of Hindustan Zinc to the local, state and central governments.

Hindustan Zinc supports the Extractive Industries Transparency Initiative (EITI) principles on beneficial ownership transparency. In line with EITI requirements and Indian regulatory mandates, we publicly disclose our ownership structure and remain committed to enhance transparency and accountability in the extractive sector.

Disclosures made in this report are on a consolidated basis which covers all the operating locations of the Company, including its subsidiaries. Hindustan Zinc also has a Joint Venture named 'Madanpur South Coal Company Limited' (Madanpur JV), a Company incorporated in India. In this regard, appropriate disclosures have been made in the Annual Report of the company.

Approach to Tax Compliance

Our Code of Conduct lays down that we will promote compliance with applicable government laws, rules and regulations.

At Hindustan Zinc, we conduct our tax affairs in an open, transparent and honest manner and strive to achieve conformity to all applicable tax laws. We maintain the highest standards of integrity with respect to tax compliance and reporting. We have built systems, processes and controls to enable the company to fulfil its tax compliance obligations in a timely and accurate manner. Our processes include a compliance calendar to monitor these compliances, with a strong focus on documentation. We believe that timely compliance with all tax regulations wherever we operate, timely payment of all taxes, and appropriate tax provisioning in our financial statements are important aspects of our transparency obligations to all stakeholders and to the communities in which we operate.

Our in-house tax team undergoes regular training to keep them abreast of tax updates. We encourage collaboration with advisers on tax matters as well as to update and address industry-specific concerns and positions being adopted. We strive to align our tax behavior with our corporate values while working professionally and ethically.

Approach to Tax Disputes

Our Code of Conduct lays down that we will promote honest and ethical conduct, even while handling conflicts of interest between personal and professional relationships. Honoring the Code, we maintain open, transparent and cooperative relationships in all our dealings with tax authorities, based on mutual trust.

If a dispute arises with the tax authority regarding a position taken by the company, we seek to resolve this based on factual and legal analysis. If we continue to disagree, the decision to litigate is assessed on the basis of technical merits and judicial precedents, reputational issues, cash flow implications, industry position and cost-benefit analysis.

In case of any regulatory or tax related changes, the company actively participates in the tax authorities' formal consultation processes on matters having material impact on the company. We work with Industry chambers wherever possible to contribute to development of tax laws and policies. Corporate Tax Strategy including Tax Principles and our Tax Approach is uploaded on company's website which can be accessed via link provided below:

<https://www.hzindia.com/uploads/Tax-Principles-Strategy-and-Approach.pdf>

Approach to Tax Technology

At Hindustan Zinc, we lead the way in innovation, embracing emerging technologies long before they become mainstream. Our proactive adoption of cutting-edge tax technologies reflects a strategic commitment to elevating efficiency and compliance. By integrating state-of-the-art tax solutions, we streamline processes and optimize our tax strategies, setting the stage for sustainable growth and securing a competitive edge.

As part of our continuous evolution, we are actively exploring the potential use of Artificial Intelligence and advanced analytics in the tax function. We are assessing opportunities to leverage these technologies to enhance automation, improve accuracy and enable more insightful decision-making in the future. Our forward-looking approach not only anticipates future trends but also supports our mission of operational excellence and leadership in the industry.





ENRICHING LIVES, BUILDING TOMORROWS

HINDUSTAN ZINC – WHERE INTENT TURNS INTO IMPACT

Hindustan Zinc believes that growth is meaningful only when it touches lives in a real and enduring way. The communities around us are not separate from our business. They are its foundation, its partners in progress, and the reason our work matters. Our approach is grounded in the belief that development must be shared and sustainable. The realities people face, whether in access to healthcare, quality education, stable livelihoods, or equal opportunities are layered and constantly changing. Addressing them requires more than intent; it calls for patience, partnership, and persistence.

That is why we see our CSR efforts as an evolving journey rather than a set of isolated initiatives. We engage closely with communities, learn from their experiences, and adapt our actions accordingly. By combining thoughtful collaboration with a focus on measurable outcomes, we aim to create solutions that are not only effective today but continue to make a difference over time.

Our continued commitment to community development has enabled us to impact over 2.6 million people across 4,149 villages, including two aspirational districts, focusing not just on support but on creating pathways for sustainable growth.

From empowering 2 million women and children with essential resources and opportunities, our efforts are directed toward building resilient communities and enabling sustainable, self-reliant futures. Through various CSR projects undertaken and with constant efforts towards community assets upgradation, 66 educational infrastructures were developed, 23 km road was constructed and around 30 major community level infrastructure units were built. Through 18 thriving collective microenterprises we have enabled local entrepreneurs and 9,523 rural shareholders with revenue generation of ₹ 11.34 Cr. in 6 Farmer Producer Organizations. Further, ₹ 6.22 Cr. disbursed to 1,400 members by Sakhi federations for income-generation in FY 2026 resulting in 9.8% YoY growth, and more than 1400 farmers are now independently replicating the best practices. We are not just building businesses, we're building confidence, ownership, and generational change.

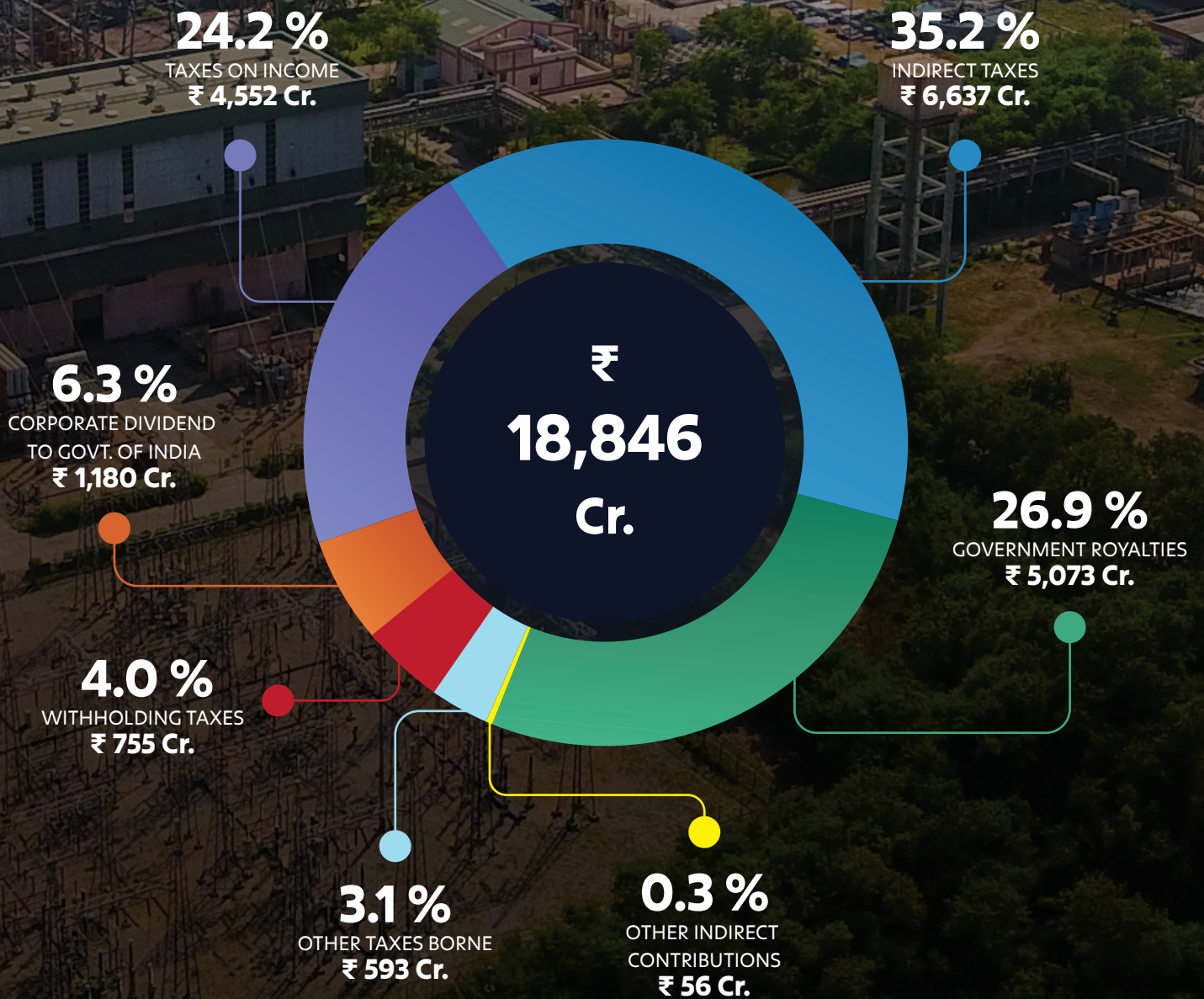
We are proud of milestones like completing 9,274 Nand Ghars in the state of Rajasthan, spaces that are nurturing childhoods and igniting dreams and reaching over 2.6 million people through community outreach efforts like Sakhi's Uthori, Swasthya Sewa and Microenterprises focused on health, dignity, empowerment and strengthen community institutions.

Our approach to CSR is not driven by obligation, but by a deep sense of purpose and responsibility towards the future we are shaping together. We see success not just in business outcomes, but in the positive change that we enable through stronger communities, a healthier environment, and greater opportunities for those who grow alongside us.



CONTRIBUTION TO EXCHEQUER FY 2025-26

(Chart-1)*



NOTES:

1. All the taxes accrued/paid are for operations in India as there are no operations or sales/marketing offices outside India.
2. As a supporting company to EITI, we are expected to disclose payments to governments at project-level. However, since Hindustan Zinc operates majorly in Rajasthan State of India, contributions to Government are made as a whole at entity level as per existing laws of India.
3. *Referred to as 'Tax & Other Contributions' in the Independent Reasonable Assurance Report.

EFFECTIVE TAX RATE

The Effective Tax Rate (ETR) for Hindustan Zinc for the financial year 2025-26 is 25.26%.

This is based on the disclosures in Hindustan Zinc's FY 2025-26 audited financial statements, which comply with the Indian Accounting Standards. From FY 2023-24, the Company has opted to be taxed @25.168 % under new tax regime as per Section 115BAA of The Income-tax Act, 1961.

The total tax expense of Hindustan Zinc for the FY 2025-26 was ₹ 4,676 Cr. on the profit before tax of ₹ 18,508 Cr. A walk of gap between statutory tax rate (25.168%) to our effective tax rate (25.26%) is available in our Integrated Annual Report. Further details regarding Tangible assets other than cash and cash equivalents are also covered in our Integrated Annual Report.

The link to our Integrated Annual Report -

<https://www.hzindia.com/uploads/Integrated-Annual-Report-2025-26.pdf>

Consolidated figures

PARTICULARS	UOM	FY 2025-26	FY 2024-25
Profit/Earnings Before Tax	₹ Cr.	18,508	13,553
Income Tax Expense Accrued/Reported Tax	₹ Cr.	4,676	3,200
Effective Tax Rate (ETR)*	%	25.26	23.61
Cash Tax Paid	₹ Cr.	4,552	3,385
Cash Tax Rate#	%	24.59	24.98

* ETR is calculated as income tax expense divided by profit before tax.

Cash Tax Rate is calculated as cash tax paid divided by profit before tax.

BASIS OF PREPARATION

Note 1

Amounts reported in Chart-1 are from financial statements for FY 2025-26

Note 2

All data is prepared for the year from April 1, 2025 to March 31, 2026. The above contributions have been reported on cash basis. Social expenditure has not been considered in the contribution to exchequer shown in Chart-1.

Note 3

In the Chart-1 we have not disclosed the taxes charged by suppliers'/service providers in their invoices and paid by the company, to the extent their credit is available to the company. Tax contributions under both the categories, i.e. Taxes paid and Indirect Revenue Contributions shown in the charts above are not netted to the extent of input credits available or any other adjustments under the provision of applicable laws of taxes paid on purchase/ procurement of goods/ services and charged by supplier's/service providers in the invoice.

Note 4 Taxes Paid

Taxes on Income

This comprises of Corporate Income Tax but does not include deferred tax. These taxes are provided at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date. Typically, these taxes would be reflected in corporate income tax returns and Challans made to Government authorities and generally tend to become payable in the year the profits were made or up to one year later. For the purpose of the figures of credit of withholding taxes/TCS, relevant ledgers were considered wherein the credit is booked as and when credit certificates or payments are received from the deductor/collectors respectively.

Government Royalties

This comprises of contributions made to exchequer in the form of royalties on extraction of ore and contributions to District Mineral Foundation and National Mineral Exploration Trust. These form part of operating costs and are reflected in the payment challans and/or any other documents being filed and maintained with the relevant government authorities.

Other Taxes Borne

This primarily comprises of Duties on Import/Export of Goods, Electricity Duty, Municipal Taxes and other taxes paid. These form part of operating costs. Typically, these contributions are reflected in the returns and challans prescribed by the concerned statutory bodies for this purpose.

This also comprises of VAT, Excise duty, road cess, coal cess and water cess, cost of which are borne by the company. Some of these contributions are not directly reflected on the invoices and hence are calculated based on the per unit rate of taxes and cess prescribed by the statutory bodies concerned for this purpose.

Indirect Revenue Contributions

Withholding Taxes

This comprises of payroll & employee taxes (including professional tax) withheld from employee remuneration and paid to Government authorities, i.e. tax collected and remitted to Governments on behalf of employees. Typically, these taxes would be reflected in payroll tax returns made to exchequer and tend to be payable on a regular basis (often monthly) throughout the year. It also comprises of taxes withheld or collected from various payments made to contractors and paid to Governments, i.e. taxes collected/deducted and remitted to Governments on behalf of the service providers/vendors.

Indirect Taxes

This comprises of the taxes paid to the Governments on production or sale of goods like Integrated Goods and Services Tax (IGST), Central Goods & Services Tax (CGST) and State Goods & Services Tax (SGST). These taxes would not be collected if the Company does not produce and make sales to the customers. Typically, these taxes are reflected in various forms, returns and challans prescribed by the government for this purpose.

Other Indirect Contributions

This includes contribution of employers and employees for funding the Social Security program of government like Provident Fund & Pension Fund. Such contributions are reflected in the monthly and annual returns made to the respective organizations.

Dividends paid to Government

This includes dividends paid to government as the government holds shares in the company.

APPENDIX I

TAX AND OTHER CONTRIBUTIONS

DIRECT TAXES	INDIRECT TAXES	OTHERS	
<ul style="list-style-type: none"> ▶ Corporate Income Tax ▶ Withholding Taxes 	<ul style="list-style-type: none"> ▶ Goods and Services Tax ▶ Excise duty ▶ Value Added Tax ▶ Duties on Export and Import 	<ul style="list-style-type: none"> ▶ Corporate Dividend to Govt. of India ▶ Government Royalties including contributions to District Mineral Foundation and National Mineral Exploration Trust ▶ Provident Fund & Pension Fund ▶ Stamp Duty 	<ul style="list-style-type: none"> ▶ Municipal Taxes ▶ Property Tax ▶ Electricity Taxes/Duty ▶ Other Cesses and Surcharges

APPENDIX II - GLOSSARY OF TERMS

Business Responsibility and Sustainability Report

This is a mandatory framework introduced by Securities and Exchange Board of India (SEBI) that requires top listed companies in India to disclose their Environmental, Social and Governance metrics.

Corporate income tax

All taxes that are based on the taxable profits of a company.

Current tax

The corporate income tax due in respect of taxable profits of an accounting period, as defined in the Indian Accounting Standard 12 (Ind AS 12).

Deferred tax

The corporate income tax due in respect of temporary differences between accounting values and tax bases, as defined in the Indian Accounting Standard 12 (Ind AS 12).

Effective tax rate

The corporate income tax charge in respect of an accounting period divided by the accounting profit before tax.

EITI - Extractive Industries Transparency Initiative

A global standard promoting transparency and accountability in the oil, gas, and mining sectors. It requires disclosure of revenues, taxes, royalties, and other material payments to government.

Government

Any governing body of a nation, state, region or district, but not including any commercial enterprises or financial institutions that may be controlled by a government.

GRI-207-Tax 2019

The GRI - 207: Tax 2019 was issued by Global Sustainability Standards Board that provides direction on the voluntary tax related disclosure that could be made by corporates

ICMM-SeRF Social and Economic Reporting Framework (SeRF) is a standardized reporting framework developed by the International Council on Mining and Metals (ICMM) to guide mining and metals companies in measuring, managing, and publicly disclosing their social and economic contributions to stakeholders.

International Standard on Assurance Engagements (ISAE) 3000

An international auditing standard used for assurance engagements other than audits or reviews of historical financial information. Commonly used for ESG reporting, TTRs, and sustainability disclosures.

Intra group

Hindustan Zinc Limited and its subsidiaries.

Profit before tax

Accounting profit for a period before deducting a charge for corporate income taxes.

Reserve & Resource

The Ore Reserve is a concentration of economic interest which demonstrates technical and economic viability supported by sufficient technical assessment, while Mineral Resources show reasonable prospects for eventual economic extraction, by applying appropriate mining and economic assumptions.

Tax

Any amount of money required to be paid to a government, whether by law or by agreement, including without limitation corporate income tax, government royalties, licence fees, permitting fees, property taxes, dividends (where the payment is related to extractive activities), employment taxes, goods & services tax, stamp duties and any other required payments.

Tax collected

Tax that a person is obliged to pay to the government on behalf of another person.

INDEPENDENT REASONABLE ASSURANCE REPORT

We ('KPMG Assurance and Consulting Services LLP' or 'KPMG') were engaged by the management of Hindustan Zinc Limited ('HZL' or 'the Company') to report on 'Tax & Other Contributions' – Chart 1 contained in HZL's Tax Transparency Report for the financial year 2025-26 [the said Chart 1 hereinafter referred to as 'Tax & Other Contributions'], in the form of an independent reasonable assurance conclusion about whether HZL's statement that the Tax & Other Contributions is properly prepared, in all material respects, based on 'Basis of Preparation' attached to the Tax Transparency Report is fairly stated.

HZL's Responsibilities

The management of HZL are responsible for preparing the Tax & Other Contributions that is free from material misstatement in accordance with Basis of Preparation and for the information contained therein. The management of HZL are also responsible for preparing the Basis of Preparation.

This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of Tax & Other Contributions that is free from material misstatement, whether due to fraud or error. It also includes developing the Basis of Preparation. The Company is also responsible for preventing and detecting fraud and for identifying and ensuring that it complies with laws and regulations applicable to its activities.

Our Responsibilities

Our responsibility is to examine the Tax & Other Contributions prepared by the Company and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000: Assurance Engagements Other Than Audits or Reviews of Historical Financial Information issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the Tax & Other Contributions is properly prepared, in all material respects.

The firm applies International Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of Tax & Other Contributions whether due to fraud or error. In making those risk assessments, we have considered internal control relevant to the preparation and presentation of Tax & Other Contributions in order to design assurance procedures that are appropriate in the circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of the Company's internal control over the preparation and presentation of Tax & Other Contributions. Our engagement also included assessing the appropriateness of Tax & Other Contributions, the suitability of the Basis of Preparation used by the Company in preparing the Tax & Other Contributions in the circumstances of the engagement, evaluating the appropriateness of the procedures used in the preparation of Tax & Other Contributions and the reasonableness of estimates made by the Company and evaluating the overall presentation of the Tax & Other Contributions. Reasonable assurance is less than absolute assurance.

The procedures performed by us have been included herein as Annexure: Assurance Procedures – Tax & Other Contributions.

Conclusion

Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion. In our opinion, the Tax & Other Contributions is properly prepared in all material respects, based on the Basis of Preparation.

Restriction of Use of Our Report

In accordance with the terms of our engagement, this independent reasonable assurance report on Tax & Other Contributions has been prepared for HZL solely for inclusion in its Tax Transparency Report for the financial year 2025-26 and for no other purpose or in any other context.

Our report should not be regarded as suitable to be used or relied on by any party wishing to acquire rights against us other than HZL for any purpose or in any context. Any party other than HZL who obtains access to our report or a copy thereof and chooses to rely on our report (or any part thereof) will do so at its own risk.

To the fullest extent permitted by law, we accept or assume no responsibility and deny any liability to any party other than HZL for our work, for this independent reasonable assurance report, or for the conclusions we have reached.

Our report is released to HZL on the basis that it shall not be copied, referred to or disclosed, in whole (save for inclusion in HZL's Tax Transparency Report) or in part, without our prior written consent.

For KPMG Assurance and Consulting Services LLP

Place: Gurugram

Date: 29th May 2026

Annexure: Assurance Procedures – Tax & Other Contributions

1. Understand and examine the processes and controls at Group level in managing, collating and reviewing the data for the 'Tax & Other Contributions'.
2. Review the guidance provided / instructions issued to locations/ units/ group entities by central team for their collation of various Tax and other specified items.
3. Understand and examine the processes and controls at location country level for collation of Tax and other specified items included in 'Tax & Other Contribution'. This will include review of
 - Processes for data collation
 - Processes for ensuring that all taxes are included within the reporting
4. Review the basis on which the tax and other specified data reported has been captured, reviewed and consolidated to assess whether the data has been collected, consolidated and reported fairly.
5. For the taxes selected, perform trend analysis on the tax and other specified data for the reporting period to understand any material variances. Seek explanations for variances, if any.
6. For the types of taxes selected, verify the tax paid (on a sample basis) to the underlying documents.
7. Compare the tax and other specified data in the report to the relevant disclosures in the consolidated financial statements for reporting period.

HINDUSTAN ZINC'S ENVIRONMENTAL, SOCIAL, AND GOVERNANCE (ESG) GOALS 2030



Climate Change & Decarbonisation

Accelerate mitigation and adaptation measures to achieve:

- 50% reduction in Scope 1 and Scope 2 emissions
- 25% reduction in Scope 3 emissions
- Achieve Net Zero emissions by 2050 or earlier



Water Stewardship

Achieve 50% reduction in freshwater consumption in operations, thereby contributing to increased freshwater availability for communities within the shared watershed. Secure 100% low-quality water for smelting operations. Engage with supply chain partners to assess and manage water footprint in water-stressed area.



Circular Economy & Material Stewardship

Aiming to achieve near to Zero waste to landfill by diverting all smelting process waste away from landfill through reuse, recycling and recovery.



Biodiversity Conservation

Halting and reversing biodiversity loss, through measurable gains in the health, abundance, diversity and resilience of species, ecosystems, and natural processes. Plan and strive to achieve no net loss of biodiversity at all mine sites by closure through application of mitigation hierarchy.



Responsible Sourcing

100% active supplier evaluation on ESG & Risk Management. Achieve 25% of total procurement spend from local business partners (includes contracting & sub-contracting spend) from base year 2025. Transition to greener fuels for advancing Scope 3 emission reduction.



Zero Harm

Contribute to reach Zero Fatality and 100% elimination of high consequence work-related injuries.



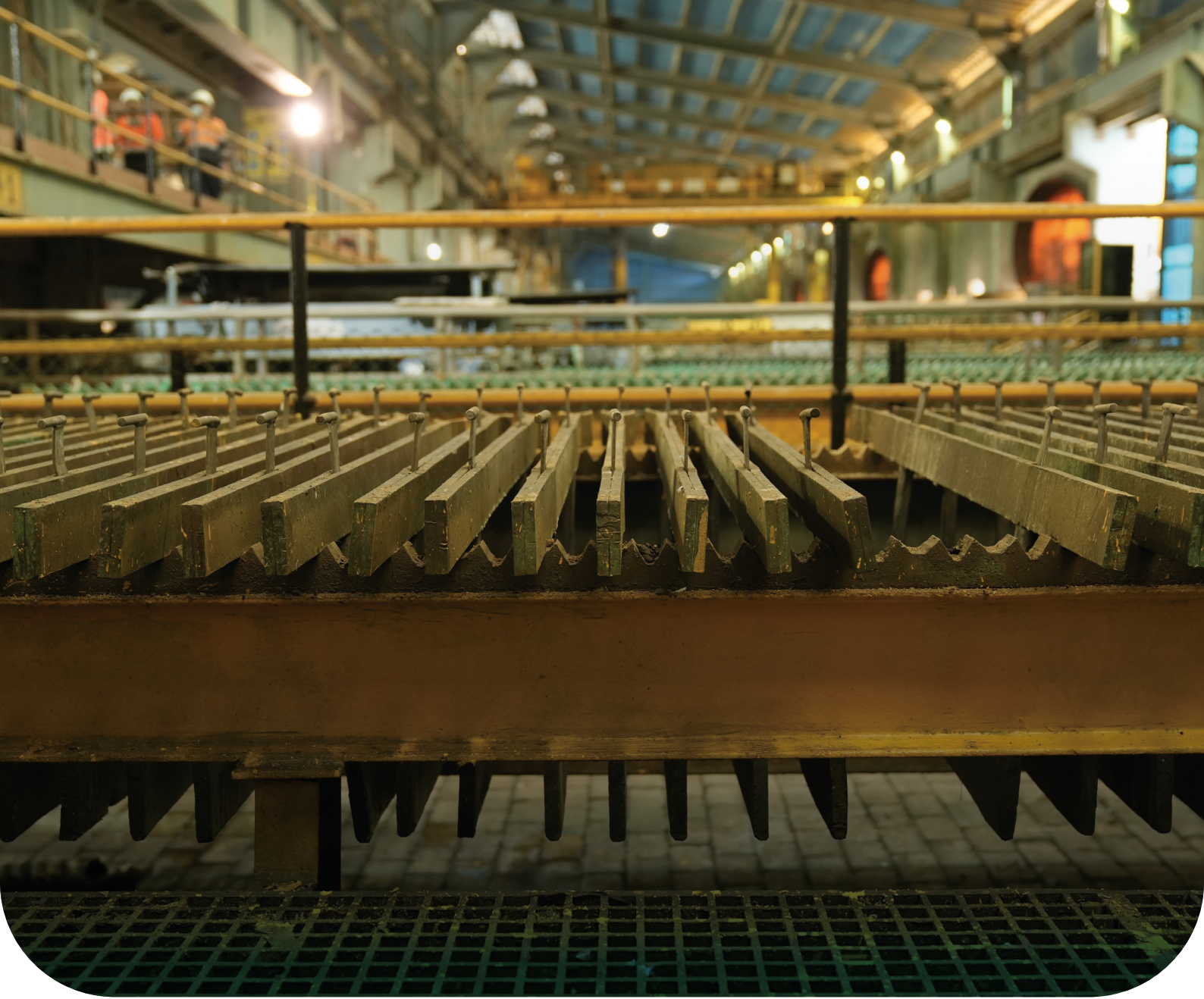
Social Impact

Implement management plans basis Social & Human Rights Impact Assessments. Impact 0.5 million lives directly through economic enhancement & improving the quality of life. 30,000 individuals to be made employable through skilling and entrepreneurial opportunities.



Diversity in Workforce

Increase gender diversity to 30% with a strong focus on decision making roles, to foster an inclusive and diverse workplace.



Hindustan Zinc Limited

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Zinc & Silver of India

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