

September 24, 2024

1] **The Secretary**  
**The Calcutta Stock Exchange Limited**  
7, Lyons Range  
Kolkata 700 001  
Scrip code: 10023915

2] **Listing Department**  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, Bandra-Kurla Complex,  
Bandra (E), Mumbai - 400 051  
Scrip code: MAITHANALL

**Sub: Communication regarding Tax Deducted at Source (TDS)  
on Dividend for the Financial Year 2023-2024**

Dear Sir/Madam,

As you are aware that the Board of Directors had recommended a dividend of ₹6/- per equity share of face value of ₹10/- each for the financial year 2023-2024, for the declaration at the 39<sup>th</sup> Annual General Meeting (AGM) of the Company.

We had vide our letter dated May 29, 2024, informed that the Register of Members & Share Transfer Books of the Company will remain closed **from Saturday, 21 September 2024 to Saturday, 28 September 2024** (both days inclusive) for the purpose of determining the names of the persons entitled to the dividend for the financial year 2023-2024.

As you may be aware, that as per the provisions of the Income Tax Act, 1961 (Act) read with rules framed thereunder, (as applicable), dividend paid or distributed by the Company is taxable in the hands of the shareholders and the Company is required to deduct tax at source (TDS) at the prescribed rates from the dividend to be paid to shareholders. The rate of TDS would vary depending on the residential status as well as category of the shareholders, documents submitted by them and accepted by the Company.

In case of Non-Resident Shareholders taxes are required to be withheld in accordance with the provisions of Section 195 and Section 196D of the Act at the rates in force. As per the relevant provisions of the Act, the tax withholding will be at the rate of 20% (plus applicable surcharge and cess) on the amount of Dividend payable.

However, as per Section 90/91 of the Act, the Non-Resident Shareholders have the option to be governed by the provisions of the Double Tax Avoidance Agreement (DTAA) between India and the country of tax residence of the Shareholder, if they are more beneficial to them. For this purpose, i.e. to avail the Tax Treaty benefits, the Non-Resident Shareholders will have to provide the necessary documents as required under the Act to the satisfaction of the Company.

Accordingly, the Dividend will be paid after deducting TDS as explained here under:



## (A) Non-Resident Shareholders:

Category of Shareholders	Rate/Exemption/Deduction applicability
Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	TDS is required to be deducted at the rate of 20% (plus applicable surcharge and cess) under Section 196D of the Act.
Any entity entitled to exemption from TDS	No TDS is required to be deducted if valid self-attested documentary evidence (e.g. relevant copy of registration, order, etc. by Indian tax authorities) in support of the entity being entitled to exemption from TDS, has been submitted and acceptable to the Company.
Other Non-resident Shareholders (including Foreign Companies, NRI, Foreign Nationals and other Foreign Entities)	<p>(I) As per relevant provisions of the Act, the withholding tax shall be at the rate of 20% (plus applicable surcharge and cess) on the amount of dividend.</p> <p>To avail beneficial rate of tax treaty following documents would be required:</p> <p>(a) Self-Attested Tax Residency certificate issued by revenue authority of country of residence of shareholder for the year in which dividend is declared.</p> <p>(b) Self-Attested Indian Tax Identification Number (PAN), if available or declaration as per Rule 37BC of Income Tax Rules, 1962 in a specified format.</p> <p>(c) Self-Attested Form 10F filled &amp; duly signed.</p> <p>(d) Self-declaration for a) non-existence of permanent establishment/ fixed base in India, b) eligibility to claim tax treaty benefits, c) receiving dividend income as beneficial owner of such income.</p> <p>(Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness of the documents submitted by the Non- Resident Shareholder and acceptable to the satisfaction of the Company. The Company in its sole discretion reserves the right to apply the beneficial Tax Treaty Rate at the time to deduction /withholding on dividend amounts and to call for any further information.)</p> <p>(II) TDS is required to be deducted at the rate prescribed in a valid lower tax withholding certificate issued under Section 195/197 of the Act, if such certificate is provided.</p>



## (B) Resident Shareholders:

Category of Shareholders	Rate/Exemption/Deduction applicability
Mutual Funds	TDS is required to be deducted at the rate of 10%.  No TDS is required to be deducted where a self-declaration is provided stating that it is governed by provisions of Section 10(23D) of the Act, alongwith a self-attested copy of a valid SEBI registration certificate and a self-attested copy of PAN card.
Insurance Companies	No TDS is required to be deducted where a self-declaration is provided stating that it has full beneficial interest with respect to the shares owned by it along with self-attested copy valid IRDAI registration certificate along with a self-attested copy of PAN card.
Category of Shareholders	Rate/Exemption/Deduction applicability
Category I and II Alternative Investment Fund	TDS is required to be deducted at the rate of 10%.  No TDS is required to be deducted where a self-declaration is provided stating that its income is exempt under section 10(23FBA) of the Act and that they are established as Category I or Category II AIF under the SEBI Legislations along with self-attested copy of valid registration certificate along with a self-attested copy of the PAN card.
New Pension System Trust	No TDS is required to be deducted where valid self-attested documentary evidence in support of the entity being entitled to exemption under section 10(44) of the Act and being regulated by the provisions of the Indian Trusts Act, 1882 along with self-attested copy of the PAN card.
Any other entity entitled to exemption from TDS	No TDS is required to be deducted where valid self-attested documentary evidence in support of the entity being entitled to TDS exemption is submitted.
Other Resident Shareholder	1) TDS is required to be deducted at the rate of 10% under Section 194 of the Act. 2) No TDS is required to be deducted, if aggregate dividend distributed or likely to be distributed during the financial year to individual shareholders does not exceed ₹5000/-. 3) No TDS is required to be deducted on furnishing of

	<p>valid Form 15G (for individuals, with no tax liability on total income and income not exceeding maximum amount which is not chargeable to tax) or Form 15H (for individual above the age of 60 years with no tax liability on total income).</p> <p>4) TDS is required to be deducted at the rate of 20% under section 206AA of the Act, if valid PAN of the shareholder is not available.</p> <p>5) TDS is required to be deducted at such rate as prescribed in the lower tax withholding certificate issued under Section 197 of the Act, if such valid certificate is provided.</p>
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The Finance Act, 2021, has *inter-alia* inserted the provisions of section 206AB of the Act with effect from July 1, 2021. The provisions of section 206AB of the Act require the deductor to deduct tax from amount paid/ credited to 'specified person', i.e. Resident Shareholders who have not filed their return of income for two consecutive previous years and aggregate taxes deducted at source exceeds ₹50,000/- in each of the two previous years (effective from July 1, 2021), at higher of the following rates:

- (i) At twice the rate specified in the relevant provision of the Act; or
- (ii) At twice the rates or rates in force; or
- (iii) At the rate of 5%

The Company will be relying on the information verified by the utility available on the Income Tax website. However, where PAN is not updated by shareholder and the shareholder has not given any declaration than the Shareholder will assumed to be 'specified person'.

The non-resident who does not have the permanent establishment is excluded from the scope of a specified person. As such Non-Resident Shareholder is required to provide a self-declaration to this effect.

Further notwithstanding anything stated hereinabove, if Order under the provisions of Section 197 of the Income Tax, 1961 has been submitted by the shareholders, in such case the tax shall be deducted or withholds at such rate as provided in such Order.

Shareholders are requested to further note that:

1. Scanned copies of documents mentioned above and/or any other communication in connection with TDS are required to be sent via registered e-mail ID of shareholders only to e-mail IDs [mdpldc@yahoo.com](mailto:mdpldc@yahoo.com) with copy to [rajesh@maithanalloys.com](mailto:rajesh@maithanalloys.com), on or before 30<sup>th</sup> September, 2024.



# maithan alloys ltd

ISO 9001 : 2008 COMPANY

Registered Office : Ideal Centre, 4th Floor

9, A.J.C. Bose Road, Kolkata - 700 017

T (033) 4063 2393 F (033) 2290 0383

E office@maithanalloys.com

W www.maithanalloys.com

CIN : L27101WB1985PLC039503

2. In case, the dividend income is assessable to tax in the hands of a person other than the registered Shareholder as on the Book Closure Date, the registered shareholder is required to furnish a declaration containing the name, address, PAN of the person to whom TDS credit is to be given and reasons for giving credit to such person **on or before 30<sup>th</sup> September, 2024.**
3. Recording of the valid PAN for the registered Folio/DP ID-Client ID is mandatory. If the PAN is not as per the database of the Income-Tax Website/Portal, it would be considered as invalid PAN and in absence of valid PAN, tax will be deducted at a higher rate of 20% as per Section 206AA of the Act. Shareholders are requested to ensure Aadhaar number is linked with PAN, as per the timelines prescribed. In case of failure of linking Aadhaar with PAN within the prescribed timelines, PAN shall be considered inoperative and, in such scenario, tax shall be deducted at higher rate of 20%.
4. Above communication on TDS sets out the provisions of law in a summarised manner only and does not purport to be a complete analysis or listing of all potential tax consequences. Shareholders should consult with their own tax advisors for the tax provisions that may be applicable to them.
5. It may be further noted that in case the tax on dividend is deducted at a higher rate in absence of receipt of the aforementioned details/documents, there would still be an option available with the shareholder to file the return of income and claim an appropriate refund, if eligible.
6. In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the shareholder, such shareholder will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any legal proceedings.
7. The dividend will be paid electronically in the Shareholder's bank accounts. The shareholder holding shares in demat form are advised to keep the bank details updated with their depository participants.
8. Shareholder holding shares in Certificate Form and who have not updated their bank accounts details are requested to update bank details with the Company's Registrar and Transfer Agents, M/s. Maheshwari Datamatics Pvt. Ltd., 23 R.N. Mukherjee Road, 5th Floor, Kolkata-700001 by submitting duly filled forms ISR-1 and ISR-2 as available at the weblink: <https://www.maithanalloys.com/share-transfer/>.



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**NO COMMUNICATION ON THE TAX DETERMINATION / DEDUCTION SHALL BE ENTERTAINED AFTER MONDAY, SEPTEMBER 30, 2024.**

Shareholders are requested to register/update their complete bank details with the Company/RTA, to enable the Company to make timely credit of Dividend in their Bank Accounts.

The above-mentioned is submitted herewith for information of shareholders of the Company.

Thanking you,

Yours truly,

For **Maithan Alloys Limited**

Rajesh K. Shah  
Company Secretary

cc:

The Corporate Relationship Department  
BSE Limited

1st Floor, Rotunda Building, P.J. Towers

Dalal Street, Fort, Mumbai - 400 001.

Scrip Code: 590078