



**THE SUKHJIT
STARCH AND CHEMICALS
LIMITED**

EVOLVING WITH NATURE

Ref: SSC/VPF/SE/2025-26/6-703

Dt: 15/07/2025

BY E-FILING

To,
The General Manager-Listing Department
BSE Limited
25th Floor, P.J. Towers,
Dalal Street, Fort,
Mumbai- 400 001

Ref: Security Code: 524542

To,
The General Manager-Listing Department
The National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block, BandraKurla Complex,
Bandra (E), Mumbai- 400 051

Ref: Symbol: SUKHJITS

Reg: Intimation under Regulation 30 of the SEBI(LODR) Regulations, 2015- Communication to Shareholders w.r.t. Tax Deduction at Source on Dividend Payout

Dear Sir,

In accordance with the provisions of the Income Tax Act, 1961 as amended by and read with the provisions of the Finance Act, 2020, effective from 1st April 2020, the dividend declared and paid by the Company is taxable in the hands of its members and the Company is required to deduct tax at source (TDS) from dividend paid to the members at the applicable rates.

In this regard, a communication regarding the deduction of tax at source on dividend and the prescribed rates etc. is being sent to those shareholders whose e-mail IDs are registered with the Company, the RTA viz. M/s Skyline Services Private Limited or the Depositories. The said TDS Communication is also enclosed herewith.

You are requested to kindly take note of the same.

Thanking You,

Yours Faithfully,

For **THE SUKHJIT STARCH & CHEMICALS LTD**

**Sr. VICE PRESIDENT (FINANCE)
& COMPANY SECRETARY**



Encl: as above



The Sukhjit Starch and Chemicals Limited

(CIN: L15321PB1944PLC001925)

Registered Office: Sarai Road, Phagwara, Punjab, 144401

Email: sukhjit@sukhjitgroup.com / sukhjitpgw@gmail.com

Phone: 01824-468800, **Fax:** 01824-261669

Website: www.sukhjitgroup.com

THIS COMMUNICATION IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

Ref: Folio / DP Id & Client Id No:

Name of the Shareholder:

Dear Shareholder,

Subject: Communication to Shareholders concerning the Deduction of tax at source (TDS) on Dividend payout from the Company for the Financial Year (FY) 2024-25.

We are pleased to inform you that the Board of Directors of your Company, at its meeting held on 30th May, 2025, has recommended the dividend of Rs.1/- (i.e. @ 20%) per equity share of the face value of Rs. 5/- each for the financial year 2024-25. This recommendation is subject to the approval of shareholders in the ensuing Annual General Meeting scheduled to be held on 26th August, 2025. In terms of Regulation 42 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Record Date has been fixed as 20th August, 2025 for the purpose of determining the eligibility of shareholders for payment of Dividend, if declared by the Shareholders in the ensuing Annual General Meeting. The Dividend, subject to declaration, shall be paid within a period of 30 days from the date of AGM, electronically, through various online modes to those members who have updated their bank account details or through any other permissible mode.

We would like to draw your attention to the fact that, as per the Finance Act, 2020, dividends paid or distributed by the Company after 1st April, 2020, are taxable in the hands of the Shareholders. Therefore, the Company is required to deduct tax at source at the time before making any distribution or payment to a shareholder of the said Dividend, as per the following tax categories:

1. For Resident Shareholders:

- Taxes shall be deducted at source under Section 194 of the Income Tax Act, 1961 ("ITA"), at 10% on the dividend amount if you have provided your Permanent Account Number (PAN).
- If PAN is not provided or the PAN is invalid or the PAN is inoperative due to non-intimation of Aadhaar number to the income tax authority as required in section 139AA(2) read with rule 114AAA of the Income-tax

Rules, 1962, as applicable, tax shall be deducted at source at 20%. The Company reserves its right to recover any demand raised subsequently on the Company by the Income-tax Department for not informing or providing wrong information to the Company on the applicability of Section 206AA of the Act.

- However, please note that no tax shall be deducted on the dividend payable to a resident shareholder who is an individual if the aggregate total dividend to be received by that resident individual shareholder during Financial Year 2025-26 does not exceed Rs. 10,000/-.
- In cases where the shareholder provides duly filled Form 15G (applicable to any person other than a Company or a Firm) or Form 15H (applicable to an Individual who is 60 years of age or above) for FY 2025-26, complete in all aspects and meeting all the required eligibility conditions, no taxes will be deducted at source. Please note that a Permanent Account Number (PAN) is mandatory for providing 15G/15H forms.

2. **For Foreign Portfolio Investor (FPI)/(FII) Shareholders:**

- The Taxes shall be deducted at source under Section 196D of the ITA, 1961, at 20% on the dividend amount payable (plus applicable surcharge and cess).
- The Taxes may be deducted as per the beneficial rate of the relevant Double Tax Avoidance Agreement (Treaty) between India and the country of tax residence of the FPI/FII, as per Section 90(2) of the ITA, subject to any conditions mentioned in the SEBI Registration Certificate as FII/FPI and related documents prescribed from Serial number 1 to 4 under the Para "For Other Non-Resident Shareholders" mentioned below.

3. **For other Non-resident Shareholders:**

- Taxes are required to be deducted in accordance with the provisions of Section 195 of the ITA, at the rates in force. Accordingly, as per the current provisions, tax shall be deducted at the rate of 20% on the dividend amount payable (plus applicable surcharge and cess).
- However, as per section 90(2) of the ITA, the non-resident shareholders have the option to be governed by the provisions of the Double Tax Avoidance Agreement (Tax Treaty) between India and the country of tax residence of the shareholders, if they are more beneficial to them. Hence, for availing a lower rate of deduction of tax at source under an applicable Tax Treaty, non-resident shareholders need to provide the following:

- Self-attested copy of the PAN (if allotted by the Indian Income Tax authorities).
- Self-attested copy of the Tax Residency Certificate (TRC) obtained from the tax authorities of the shareholder's resident country for FY 2025-26. If the TRC is furnished in a language other than English, it should be translated to English, duly notarized and apostilled.
- Electronic Form 10F for FY 2025-26, if the details required in this form are not mentioned in the TRC. In pursuance of Notification no. 03/2022 dated 16th July 2022, non-resident shareholders are required to furnish Form 10F electronically on income tax portal with their login credentials at eportal.incometax.gov.in.
- Self-declaration by the non-resident shareholder.

4. **For Other Category Shareholders:**

- This category includes Mutual Funds, Insurance Companies, Alternate Investment Fund (AIF) Category I and II, Government (Central/State Government), National Pension System Trust (NPS), etc. Self-Declaration.
- To determine the appropriate tax rate at which tax has to be deducted at source under the respective provisions of the Income-tax Act, 1961, we request you to provide the above-mentioned details and documents applicable to you **on or before 13th August, 2025, 05.00 P.M.** The dividend will be paid after deducting tax at source, as determined based on the documents provided by the respective shareholders and found satisfactory.

For the purpose of understanding, the rate at which taxes are to be deducted at source based on the category of shareholders are mentioned hereunder:

Shareholder Category	Rate of TDS
Resident Shareholders	
(i) Shareholders providing Form 15G/15H	NIL
(ii) Resident Shareholder who is an Individual having aggregate dividend income from the Company in a financial year up to Rs. 10,000/-	NIL
(iii) Resident Shareholders other than (i) and (ii) above	<ul style="list-style-type: none"> • 10% in case where PAN is provided / available • 20%, in other cases where PAN is not provided / not available / invalid PAN ITA

Non – resident shareholders	
Other Non-resident Shareholders (Including investments made under FPI/FII route): Treaty benefit/ requirement of related document for FPI/FII may be subject to the condition prescribed under section 196D of the ITA.	20% or lower rate as mentioned in tax treaty, if the applicable details / documents are satisfactorily provided as aforementioned.

Note:

1. Please note that the TDS rates mentioned above shall be duly enhanced by the applicable surcharge and cess except for resident shareholders and non-resident shareholders where tax treaty benefit has been taken.
2. Kindly be aware that the aforementioned documents or any other requisite document warranting lower deduction of TDS (as the case may be) need to be submitted with our Registrar and Share Transfer Agent (RTA) at parveen@skylinerta.com or cssukhjit@gmail.com. You are requested to send the said documents on or before **13th August, 2025, 05.00 P.M.** This submission is necessary for the Company to determine and deduct the appropriate TDS / withholding tax rate.

Any communication regarding the tax determination or deduction in relation to the dividend will not be entertained after 13th August, 2025, 05.00 P.M. (IST). In the event that the tax on the dividend is deducted at a higher rate due to the absence of the aforementioned details/documents from you, you still have the option to file a return of income with the Tax Authorities and claim an appropriate refund, if eligible.

For all communications or queries regarding this matter, please address and send them to our RTA, M/s Skyline Financial Services Private Limited, D-153A, 1st Floor Okhla Industrial Area, Phase-1, New Delhi – 110020, Ph: 011-40450193-97, E-mail address: parveen@skylinerta.com / admin@skylinerta.com.

The requisite forms & annexures can be downloaded from the Company's website.

Tax deducted by the Company shall be final and no claim shall lie against the Company for tax deducted at higher rate, for any reason, whatsoever.

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(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.

To receive a dividend amount directly in your bank account, we request you to submit/ update your bank account details with your Depository Participant, in case you are holding shares in the electronic form. In case you are holding shares in physical form, you will have to send a scanned copy of the covering letter, along with Form ISR-1, ISR-2, ISR-3 or SH-13 duly signed by the first shareholder, along with a cancelled cheque leaf with your name and bank account details and a self-attested copy of your

PAN card and supporting documents which can be emailed to parveen@skylinerta.com. In case the cancelled cheque leaf does not bear your name, please attach a bank pass-book statement having MICR Code, IFSC and Account No. duly attested by the Bank Manager of the first shareholder.

We also request you to update / register your email address and mobile numbers with your Depository Participant, in case you are holding shares in the electronic form and with the Company or the Registrar and Transfer Agent by sending an email to the abovementioned email address, if you are holding shares in physical form, for the purpose of receiving communications over email.

It may be further noted that in case the tax on the Dividend declared if any, is deducted at a higher rate in absence of receipt of the aforementioned details/documents, if the shareholder has provided valid PAN to company later on, shareholder has an option to file the return of income and claim an appropriate refund from Income Tax Authorities, if eligible.

Disclaimer: This communication should not be regarded as advice from the Company. Shareholders are advised to seek tax advice concerning their specific tax matters from a qualified tax professional.

We request your co-operation in this regard.

Thanking you,
Yours faithfully,
For The Sukhjit Starch & Chemicals Limited

Sd/-
Aman Setia
Sr. V.P. (Finance) &
Company Secretary