

The Sandur Manganese & Iron Ores Limited

(An ISO 9001:2015; ISO 14001:2015 and 45001:2018 certified company)

CIN: L85110KA1954PLC000759; Website: www.sandurgroup.com

REGISTERED OFFICE

'SATYALAYA', No.266
Ward No.1, Palace Road
Sandur – 583 119, Ballari District
Karnataka, India
Tel: +91 8395 260301/ 283173-199
Fax: +91 8395 260473



CORPORATE OFFICE

'SANDUR HOUSE', No.9
Bellary Road, Sadashivanagar
Bengaluru – 560 080
Karnataka, India
Tel: +91 80 4152 0176 - 79 / 4547 3000
Fax: +91 80 4152 0182

SMIORE / SEC / 2025-26 / 35

19 August 2025

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001
Scrip Codes: 504918 & 976135
Symbol: SANDUMA

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra-Kurla Complex
Mumbai - 400 051
Symbol: SANDUMA

Dear Sir/Madam,

Sub: Communication to shareholders regarding Deduction of Tax on Dividend, Update of Bank Account and Other Details

Pursuant to the provisions of the Income Tax Act, 1961 and Rules framed thereunder, as amended by the Finance Act, 2020, dividends paid or distributed by a company on or after 1 April 2020 shall be taxable in the hands of the shareholders.

In this regard, please find enclosed herewith the e-mail communication dated today, i.e., 19 August 2025 sent to the shareholders of the Company whose e-mail IDs are registered with the Company/ Depositories, explaining the process on withholding tax from dividends paid to the shareholders at prescribed rates, as may be applicable, along with the necessary annexures and information relating to update of Bank Account and other details.

Stock Exchanges are requested to take the same on record.

Thank you

For The Sandur Manganese & Iron Ores Limited

Neha Thomas
Company Secretary & Compliance Officer
ICSI Membership No. A60853
Encl: A/a

MINES OFFICE: Deogiri - 583112, Sandur Taluk, Ballari District
Tel: +91 8395 271025 / 28 / 29 / 40; Fax: +91 8395 271066

PLANT OFFICE: Metal & Ferroalloy Plant, Vyasankere, Mariyammanahalli – 583 222, Hosapete Taluk, Ballari District
Tel: +91 8394 244450 / 244335



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CIN: L85110KA1954PLC000759

Registered Office: 'SATYALAYA', Door No. 266 (Old No.80), Ward No.1, Behind Taluk Office,
Sandur - 583 119, Ballari District, Karnataka

Telephone: +91 8395 260301 Fax: +91 8395 260473

Website: www.sandurgroup.com Email: secretarial@sandurgroup.com

19 August 2025

Dear Shareholder,

Subject: Communication for Deduction of Tax on Dividend, Update of Bank Account and Other Details

This is to inform you that the Board of Directors of The Sandur Manganese & Iron Ores Limited (the Company) at its meeting held on 28 May 2025, recommended Dividend of Rs.1.25/- per Equity Share having face value of Rs.10/- each (12.5%) for the financial year ended 31 March 2025. The Dividend will be paid subject to the approval of shareholders at the ensuing 71st Annual General Meeting (AGM) of the Company scheduled to be held on Wednesday, 17 September 2025.

As you may be aware, in terms of the provisions of the Income Tax Act, 1961 (the Act) as amended by the Finance Act, 2020, dividends paid or distributed by a company on or after 1 April 2020 shall be taxable in the hands of the shareholders. The Company shall therefore be required to deduct tax at source at the time of payment of dividend to the shareholders at the applicable rates if declared at the aforesaid AGM.

SEBI has mandated that with effect from 1 April 2024, dividend to shareholders holding shares in physical form shall be paid only through electronic mode. Such payment shall be made only if the folio is KYC compliant i.e., the details of PAN, choice of nomination, contact details, mobile no., complete bank details and specimen signatures are registered. In case of non-updation of PAN or choice of nomination or contact details or mobile number or bank account details or specimen signature in respect of physical folios, dividend/interest etc. shall be paid upon furnishing all the aforesaid details in entirety.

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

Tax is required to be deducted at source under Section 194 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/ invalid PAN/ PAN not linked with Aadhar/ not registered their valid PAN details in their account, TDS at the rate of 20% shall be deducted under Section 206AA of the Act or as per the applicable law.

To summarise, dividend will be paid after deducting the tax at source as under:

For Resident Shareholders:

Particulars	Applicable Rate	Documents required
With PAN	10%	Update/ verify the PAN, and the residential status as per Act, if not already done, with the Depositories (in case of shares held in demat mode) and with the Company's RTA (in case of shares held in physical mode). In case of individual shareholder, TDS would not apply if the aggregate of total dividend distributed to the shareholder by the Company during financial year 2025-26 does not exceed Rs.10,000/-.
Without PAN/ Invalid PAN/ PAN not linked with Aadhar	20%	N.A.
Submitting Form 15G/ Form 15H	Nil	Duly verified Form 15G or 15H (as may be applicable in duplicate) is to be furnished along with self-attested copy of PAN card. Blank Form 15G and 15H can be downloaded from the below links or from the website of Income Tax viz. https://incometaxindiaefiling.gov.in .
Submitting Order under Section 197 of the Act	Rate provided in the Order	Lower/ NIL withholding tax certificate obtained from tax authority. Tax will be deducted at the rate specified in the said certificate, subject to furnishing a self-attested copy of the same. The certificate should be valid for the financial year 2025-26 and should cover the dividend income.
Insurance Company as specified under Sec 194 of the Act	Nil	Self-declaration that it has full beneficial interest with respect to the shares owned by it along with self-attested copy of PAN card and copy of registration certification issued by the IRDAI.
Mutual Fund specified under clause (23D) of Section 10 of the Act	Nil	Self-declaration that they are specified in Section 10(23D) of the Act along with self-attested copy of PAN card and registration certificate.
Alternative Investment Fund (AIF) established in India	Nil	Self-declaration that they are specified in Section 10(23FBA) of the Act and established as Category I or Category II AIF under the SEBI Regulations 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 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.

For Non-Resident Shareholders:

Particulars	Applicable Rate	Documents required
Foreign Institutional Investors (FIIs)/ Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess)	Update/ verify the PAN and legal entity status as per the Act, if not already done, with the Depositories or with the Company's RTA, as the case may be. Provide declaration whether the investment in shares has been made under the general FDI route or under the FPI route.
Other Non- Resident shareholders	20% (plus applicable)	Update/ verify the PAN, legal entity status and the residential status as per the Act, if not already done, with the Depositories or with the Company's RTA, as the case may be.

Particulars	Applicable Rate	Documents required
	surcharge and cess)	
Lower rate prescribed under the tax treaty which applies to the non-resident shareholder	Tax Treaty Rate	<p>In order to apply the Tax Treaty Rate, submit the following documents:</p> <ul style="list-style-type: none"> • Self-attested copy of Indian Permanent Account Number (PAN). • Self-attested copy of the Tax Residency Certificate applicable for the period 1 April 2025 to 31 March 2026 obtained from the tax authorities of the country of which the shareholder is a resident. • Self-declaration in Form 10F duly filled and signed. • Self-declaration from Non-Resident, primarily covering the following: <ul style="list-style-type: none"> ▪ Non-Resident is eligible to claim the benefit of respective tax treaty; ▪ Non-Resident receiving the dividend income is the beneficial owner of such income; ▪ Dividend income is not attributable/ effectively connected to any Permanent Establishment or Fixed Base in India; ▪ Non-Resident complies with any other condition prescribed in the relevant Tax Treaty and provisions under the Multilateral Instrument (MLI); ▪ Non-Resident does not have a place of effective management in India. <p>In case of shareholder being tax resident of Singapore, please furnish the 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.</p> <p>Application of the beneficial rate of tax treaty for TDS is at the discretion of the Company and shall depend upon completeness of the documentation and review of the same by the Company/ RTA.</p>
Submitting Order under Section 195 / 197 (i.e. lower or NIL withholding tax certificate)	Rate provided in the Order	Self-attested copy of Lower/ Nil withholding tax certificate obtained from Income Tax authorities.

Submission of tax related documents:

To enable the Company to determine the appropriate TDS/ withholding tax rate applicable, we request you to provide the above details and documents **not later than 5.00 p.m. (IST) on Wednesday, 10 September 2025** to VCCIPL, RTA at investor.relations@vccipl.com. No communication on the tax determination/ deduction shall be entertained after **10 September 2025**. In case of joint shareholders, the shareholder named first in the Register of Members is required to furnish the requisite documents for claiming any applicable beneficial tax rate.

Documents sent to any other email ids may lead to non-submission of documents and attract TDS as per the provisions of the Act. In case tax on dividend is deducted at a higher rate in the absence of receipt of the aforementioned details/ documents, you would still have the option of claiming refund of the excess tax paid at the time of filing your income tax return.

The tax credit can be viewed in Form 26AS by logging in with your credentials (with valid PAN) at TRACES <https://www.tdsepc.gov.in/app/login.xhtml> or the e-filing website of the Income Tax department of India <https://www.incometaxindiaefiling.gov.in/home>.

Payment of Dividend:

The Dividend for financial year 2024-25 once approved by the shareholders of the Company at the AGM, will be paid after deducting the tax at source as mentioned in the earlier paragraphs.

The following provisions under the Act will also be considered to determine the applicable TDS rate:

A. TDS to be deducted at higher rate in case of non-linkage of PAN with Aadhaar:

As per Section 139AA of the Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar, shall be required to link the PAN with Aadhaar. In case of failure to comply with this, the PAN allotted shall be deemed to be invalid/ inoperative and tax shall be deducted at the rate of 20% as per the provisions of section 206AA of the Act. Shareholders may visit <https://www.incometax.gov.in/iec/foportal/> for FAQs issued by Government on PAN Aadhar linking.

B. Declaration under Rule 37BA:

In terms of Rule 37BA of the Act, 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 Company in the manner prescribed in the Rules.

C. For shareholders having multiple accounts under different status/ category:

Shareholders holding 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.

Updating of PAN, Email Address and Other Details:

Shareholders holding shares in dematerialized mode, are requested to update their records such as tax residential status, PAN, registered email addresses, mobile numbers and other details with their relevant Depositories through their Depository Participants. Shareholders holding shares in physical mode are requested to furnish details to the RTA at investor.relations@vccipl.com on or before **Wednesday, 10 September 2025**. The Company is obligated to deduct tax at source (TDS) based on the records available with RTA and no request will be entertained for revision of TDS return.

Update of Bank Account Details:

Shareholders holding shares in physical form who have not updated their mandate for receiving the dividends directly in their bank accounts through Electronic Clearing Service or any other means are requested to send the following documents to our RTA, latest by **Wednesday, 10 September 2025**, to receive the dividend on time:

- (a) Form No. ISR-1 duly filled and signed by the holders stating their name, folio number, complete address with pin code, and following details relating to the bank account in which the dividend is to be received:
 - i. Name of Bank and Bank Branch;

- ii. Bank Account Number & Type allotted by your bank after implementation of Core Banking Solutions;
 - iii. 11-digit IFSC Code;
 - iv. 9-digit MICR Code.
- (b) Copy of cancelled cheque bearing the name of the shareholder or first holder, in case shares are held jointly;
- (c) Self-attested copy of the PAN Card; and
- (d) Self-attested copy of any document (such as AADHAAR Card, Driving License, Election Identity Card, Passport) in support of the address of the Member as registered with the Company.

Shareholders holding shares in electronic form may please note that their bank details as furnished by the respective Depositories to the Company will be considered for remittance of dividend as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such shareholders for change/addition/deletion in such bank details. Accordingly, the shareholders holding shares in Demat form are requested to update their Electronic Bank Mandate with their respective DPs.

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, such shareholders shall be responsible to indemnify the Company and also provide the Company with all information/ documents and co-operation in any appellate proceedings.

We 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 VCCIPL at the above-mentioned email address, if you are holding shares in physical form, for the purpose of receiving communications including annual reports and notices, from the Company over e-mail.

We seek your co-operation in the matter.

Thank you

for The Sandur Manganese & Iron Ores Limited

Sd/-

Neha Thomas
Company Secretary & Compliance Officer
ICSI Membership No.: A60853

FORMS: -

<https://www.vccipl.com/Images/ShareHolderDeclaration/Form10F.pdf>

<https://www.vccipl.com/Images/ShareHolderDeclaration/Form15G.pdf>

<https://www.vccipl.com/Images/ShareHolderDeclaration/Form15H.pdf>

<https://www.vccipl.com/Images/ShareHolderDeclaration/SelfDeclarationNRI.pdf>

Disclaimer: This communication shall not be treated as advice from the Company/RTA. Shareholders should obtain tax related advice from a tax professional.