

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 / 2024-25 / 47

16 August 2024

BSE Limited

Phiroze Jeejeebhoy Towers

Dalal Street

Mumbai - 400 001

Scrp Code: 504918 / 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 which has been sent to the shareholders of the Company whose e-mail IDs are registered with the Company/Depositories on 16 August 2024, 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

Uttam Kumar Bhageria

Chief Financial Officer & Chief Risk Officer

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

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

Date: 16 August 2024

Dear (Name of Shareholder),

DP Id & Client Id/ Folio No.:

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 (the Board) of The Sandur Manganese & Iron Ores Limited (the Company) at its meeting held on 15 May 2024, recommended Dividend of Re.1/- per Equity Share having face value of Rs.10/- each for the financial year ended 31 March 2024. The Dividend will be paid subject to the approval of shareholders at the ensuing 70th Annual General Meeting (AGM) of the Company scheduled to be held on Wednesday, 18 September 2024.

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.

Shareholders holding physical securities are requested to note that SEBI, vide its circular dated 3 November 2021 (subsequently amended by circulars dated 14 December 2021, 16 March 2023 and 17 November 2023) mandated that the shareholders, holding securities in physical form, whose folio(s) do not have PAN, Choice of Nomination, Contact Details, Mobile Number, Bank Account Details, Specimen Signature updated, shall be eligible for any payment including dividend, interest or redemption in respect of such folios, only through electronic mode with effect from 1 April 2024, upon their furnishing all the aforesaid details in entirety to Registrar and Transfer Agent (RTA).

Please note that Section 206AB has been introduced by the Finance Act, 2021, whereby TDS will be higher of the following:

1. Twice the rate specified in the relevant provision of the Act; or
2. Twice the rate or rates in force; or
3. The rate of 5%.

In case a person has not filed his/her Return of Income for each of the two preceding financial years and the aggregate of tax deducted at source (TDS) including tax collected at source (TCS) in his/her case is Rs.50,000/- or more in each of these two financial years, the aggregate amount of TDS/TCS of Rs.50,000/- in a year is not limited to TDS only on dividend income received by the shareholder but will include all TDS transactions of the shareholder during the relevant financial year. These provisions will be effective from 1 July 2021. The shareholder is required to provide a self-declaration to this effect. Please refer to <https://incometaxindiaefiling.gov.in> for the format of self-declaration.

Needless to mention, the Permanent Account Number (PAN) will be mandatorily required to be provided.

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

For Resident Shareholders:

Particulars	Applicable Rate	Documents required (if any)
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 2024-25 does not exceed Rs.5,000/-.
Without PAN/ Invalid PAN	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 2024-25 and should cover the dividend income.
An 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 AIF under the SEBI Regulations along with self-attested copy of PAN card and registration certificate issued by SEBI.
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For Non-Resident Shareholders:

Particulars	Applicable Rate	Documents required (if any)
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 surcharge and cess)	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.
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> <p>Self-attested copy of Indian Permanent Account Number (PAN).</p> <p>Self-attested copy of the Tax Residency Certificate applicable for the period 1 April 2024 to 31 March 2025 obtained from the tax authorities of the country of which the shareholder is a resident.</p> <p>Self-declaration in Form 10F duly filled and signed (Please download the form from the link provided at the end of this mail).</p> <p>Self-declaration from Non-Resident (Please download the form from the link provided at the end of this mail), primarily covering the following:</p> <p>Non-Resident is eligible to claim the benefit of respective tax treaty;</p> <p>Non-Resident receiving the dividend income is the beneficial owner of such income;</p> <p>Dividend income is not attributable/effectively connected to any Permanent Establishment or Fixed Base in India;</p> <p>Non-Resident complies with any other condition prescribed in the relevant Tax Treaty and provisions under the Multilateral Instrument (MLI);</p> <p>Non-Resident does not have a place of effective management in India.</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.
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TDS to be deducted at higher rate in case of inoperative PAN - Non linkage of Aadhaar with PAN:

Based on the CBDT Circular No.03 of 2023 dated 28 March 2023, consequent to the substituting rule 114AAA of the Income Tax Rules, 1962, a person who has failed to intimate the Aadhaar number in accordance with section 139AA of the Income Tax Act, 1961 read with rule 114AAA, the PAN allotted to the person shall be made inoperative and where tax is deductible under Chapter XVII-B in case of such person, such tax shall be deducted at higher rate in accordance with section 206AA.

Please note that in case the shareholder has multiple accounts under different category/status, then the higher rate of tax as applicable to the category/status shall be considered on his entire holding in different accounts.

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, 11 September 2024**, provided you continue to hold shares of the Company on the record date/book closure date to be entitled to receive said dividend.

Kindly note that the aforementioned documents may be sent to RTA investor.relations@vccipl.com. No communication on the tax determination/deduction shall be **entertained after 11 September 2024**.

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.

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. 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.

Kindly note that the aforementioned documents should be sent **before 11 September 2024** to the RTA at investor.relations@vccipl.com.

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, 11 September 2024, 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 AADHAR 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.

The Company shall arrange to email the soft copy of TDS certificate to you at your registered email ID in due course, post payment of the said dividend. Shareholders will also be able to see the credit of TDS in Form 26AS, which can be downloaded from their e-filing account at <https://incometaxindiaefiling.gov.in>.

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/-

Bahirji Ajai Ghorpade
Managing Director
DIN: 08452844

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.