

Registered Office :

A-1, Corporate House, Shivalik Business Center,
Opp. Kensville Golf Academy, Bh. Rajpath Club,
Off S. G. Highway, Ahmedabad - 380059
CIN No. : L24119GJ2004PLC044011

☎ 079 40091111
✉ info@a1acid.com
🌐 www.a1acid.com



**A-1 ACID
LIMITED**

Date: 14.08.2023

To,
BSE LIMITED,
Compliance Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

**SECURITY ID: AAL
SECURITY CODE: 542012**

SUB: INFORMATION REGARDING DEDUCTION OF TAX AT SOURCE ON THE FINAL DIVIDEND

Dear Sir/Madam,

The Board of Directors of the Company ('the Board') at the Meeting held on 2nd August, 2023 have recommended Final Dividend @ 1.50 per Equity Share of 10/- each for the financial year ended 31st March, 2023.

The Final Dividend, if declared at the 19th Annual General Meeting of the Company on 28th August, 2023 will be paid within 30 days from declaration of dividend.

Pursuant to Regulation 42 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has fixed Monday, 21st August, 2023 as the Record Date for determining entitlement of members to final dividend for the financial year ended March 31, 2023.

The instructions on deduction of tax at source on the final dividend available is given in in annexure-A.

Please take the note of the above.

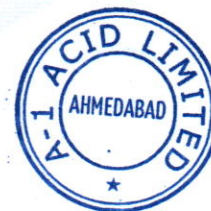
Thanking you.

Yours faithfully,

For, A-1 ACID LIMITED

HARSHADKUMAR NARANBHAI PATEL
Digitally signed by
HARSHADKUMAR
NARANBHAI PATEL
Date: 2023.08.14
13:15:33 +05'30'

Harshadkumar Naranbhai Patel
Chairman & Managing Director
DIN: 00302819



ANNEXURE-A

TDS INSTRUCTION ON DIVIDEND

Pursuant to the Income-tax Act, 1961, dividend income is taxable in the hands of the shareholders and the Company will be deducting tax at source (TDS), as applicable, from the dividend.

Resident Shareholders

TDS will be deducted @ 10% on the amount of dividend payable where a valid Permanent Account Number (PAN) has been furnished by the resident shareholders to their respective Depository Participants (100% shares of the company in demat mode).

TDS will be deducted @ 20% i.e. at twice the applicable rate on the amount of dividend payable where the resident shareholders:

(i) have not furnished valid PAN; or

(ii) have not linked PAN with their Aadhaar, where applicable.

(iii) are considered to be 'Specified Person' under Section 206AB of the Income Tax Act, 1961.

TDS for 'Specified Person' under Section 206AB of the Income Tax Act, 1961.

TDS will be deducted under Section 206AB of the Income Tax Act, 1961 @20% i.e. at twice the applicable rate on the amount of dividend payable to a resident shareholder who has:

(a) not filed return of income for the assessment year relevant to the previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing of return of income under Section 139(1) of the Income-tax Act, 1961 has expired; and

(b) been subjected to tax deduction / collection at source aggregating to 50,000/- or more in the aforesaid previous year.

The Central Board of Direct Taxes (CBDT) has prescribed the functionality for determining whether a person fulfils the conditions of being a 'Specified Person' or not. Accordingly, the Company will verify from the above functionality provided by CBDT whether any Shareholder of the Company qualifies as a 'Specified Person' prior to applying the relevant TDS rates.

Shareholders who are yet to furnish their PAN to their respective Depository Participants/ ISC are therefore requested to do so immediately.

No TDS, however, will be deducted from dividend payable to:

(A) Individual Shareholders, if:-

- the amount of dividend payable by the Company during a financial year does not exceed, in the aggregate, 5,000/-, or
- Their income is below the taxable limit and declaration is received by the Company from the shareholders in Form 15G (for individuals up to age of 60 years) or in Form 15H (for individuals above the age of 60 years). (as given below)

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| Form 15G | https://www.a1acid.com/msds/form-15g.pdf |
| Form 15H | https://www.a1acid.com/msds/form-15h.pdf |

(B) Insurance Companies (viz. LIC, GIC etc.), Mutual Funds and domestic Alternative Investment Funds and other non-individual shareholders, where documents complete in all respects are received by the Company from them.

No TDS will be deducted from dividend payable to Insurance Companies (viz. LIC, GIC etc.), Mutual Funds and domestic Alternative Investment Funds and other non-individual shareholders where the following documents complete in all respects are received from them.

| Category of Shareholders | Documents required |
|--|---|
| Insurance Companies | (i) A self-declaration that they are covered by the second proviso to Section 194 of the Income-tax Act, 1961 and has full beneficial interest with respect to the shares owned by it; (ii) Self-attested copy of registration certificate; and (iii) Self-attested copy of PAN. |
| Mutual Funds | (i) A self-declaration that they are governed by the provisions of Section 10(23D) of the Income-tax Act, 1961; (ii) Self-attested copy of registration certificate; and (iii) Self-attested copy of PAN. |
| Alternative Investment Funds (AIF) | (i) A self-declaration that the income of the AIF is exempt under Section 10(23FBA) of the Income-tax Act, 1961 and that they are governed as Category I or Category II AIF under the SEBI regulations; (ii) Self-attested copy of registration documents; and (iii) Self-attested copy of PAN. |
| Other non individual resident shareholders | (i) A self-declaration that dividend receivable by them is exempt from tax under Section 196 or other relevant provisions of the Income-tax Act, 1961; and (ii) Self-attested copies of documents in support of the claim. |

Non-Resident Shareholders:

TDS will be deducted @ 20% (plus applicable surcharge and cess) or the Tax Treaty Rate, whichever is lower, on the amount of dividend payable to Foreign Portfolio Investors, Foreign Institutional Investors and other non-resident shareholders.

For availing the benefit of Tax Treaty Rate, the shareholders will be required to submit necessary documents to the Company complete in all respects.

For availing the benefit of Tax Treaty Rate, the shareholders will be required to submit the following documents to the Company complete in all respects.

- (i) Self-attested copy of Indian Tax Identification Number (PAN), if any;
- (ii) Self-attested copy of Tax Residency Certificate (TRC), covering the financial year 2023-24, issued by the tax authorities of the country of which the shareholder is a tax resident;
- (iii) Form 10F, for the financial year 2023-24, duly filled up and signed;

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| FORM 10F | https://www.a1acid.com/msds/form-10f.pdf |
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As you may already be aware, pursuant to Notification No. 03/2022 dated 16th July 2022 of the Central Board of Direct Tax ("CBDT"), Form 10F is required to be obtained electronically by the Foreign Shareholders, having Permanent Account Numbers (PAN), through the e-filing portal of the Income Tax website. However, in terms of the CBDT Notifications dated 12th December, 2022 and 28th March, 2023, non-resident taxpayers not having PAN and also not required to have PAN as per the relevant provisions of the Income Tax Act, 1961 have been exempted from the mandatory electronic filing of Form 10F till 30th September, 2023. Therefore, such category of taxpayers may furnish Form 10F in manual mode till 30th September 2023.

(iv) A self-declaration primarily covering the following:

- that the non-resident shareholder is eligible to claim the benefit of the respective Tax Treaty in the financial year 2023-24;
- that the non-resident shareholder receiving the dividend income is the beneficial owner of such income; and
- that the dividend income is not attributable / effectively connected to any Permanent Establishment (PE) or Fixed Base in India during the financial year 2023-24.

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| SELF DECLARATION | https://www.a1acid.com/msds/nr-declaration-format-A-1.pdf |
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(v) 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 (DTAA).

General instructions / information

- Shareholders require to submit Tax Exemption Forms from resident shareholders and Forms & Documents from non-resident shareholders for availing the benefit of Tax Treaty Rate, as stated above, may be sent to the company at cs@a1acid.com or through post or courier at company's registered office at Corporate House No. A-1, Shivalik Business Centre, B/h. Rajpath Club, S. G. Highway, Bodakdev, Ahmedabad-380059 on or before 28th August, 2023.

- The consideration of the aforesaid documents, including application of beneficial Tax Treaty Rate, where applicable, will depend on the adequacy and completeness of such documents submitted by the shareholders and review of the same to the satisfaction of the Company.
- Documents received after 28th August, 2023 and / or incomplete documents will not be considered.
- In the event the benefit of lower tax on dividend cannot be provided by the Company in the absence of or due to late receipt of the aforesaid documents, shareholders will still have an option to claim appropriate refund, if eligible, at the time of filing their income tax returns. No claim shall lie against the Company for taxes once deducted.
- In the event the dividend income as on the Record Date, i.e. 21st August, 2023, is assessable to tax in the hands of a person other than the registered shareholder (viz., the shares are held by a clearing member, broker etc. on behalf of the actual beneficial owner), such registered shareholder (i.e. the said clearing member, broker etc.) is required to furnish to the Company **on or before 28th August, 2023**, a declaration containing the name, address, residential status and PAN of the actual beneficial owner to whom TDS credit is to be given and reasons for giving credit to such person. **No request in this regard will be considered by the Company after 28th August, 2023.**
- The TDS Certificate, if applicable, will be e-mailed to shareholders registered e-mail address in due course of time, post payment of the aforesaid dividend.

Any query or require any assistance in the matter of dividend, please contact Mrs. Nidhi Anjan Chokshi, at e-mail ID cs@a1acid.com or you may call at telephone no. 079 40091111.