GAIL (INDIA) LIMITED
Registered Office: 16, Bhikaiji Cama Place, R.K. Puram, New Delhi – 110066
CIN: L40200DL1984GOI018976
Phone: 011-26182955, **Fax:** 011-26185941

Date: 17.08.2026

Name of Shareholder

Dear Shareholder,

Subject: Intimation / Communication in respect to Deduction of Tax at Source on Final Dividend for Financial Year 2025-26

The Board of Directors of the Company has recommended a final dividend @ 5% (Re.0.50 per equity share) on the paid-up equity share capital of the Company. The Company has fixed Wednesday, **September 2, 2026** as the 'Record Date' for determining entitlement of members to receive final dividend for the Financial Year ended March 31, 2026, if approved, at the AGM. The final dividend, once approved by the members in the ensuing AGM, will be paid to the eligible members within the stipulated period of 30 days of approval.

Pursuant to the amendment to Regulation 12 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are now mandatorily required to make dividend payments only through electronic modes. Consequently, physical modes of payment such as cheques or demand drafts are no longer permitted. Shareholders are therefore advised to ensure that their bank account details, including IFSC and KYC details are duly updated with their Depository Participant for shares held in dematerialized form, or with the Company's Registrar to an Issue and Share Transfer Agent for shares held in physical form.

In accordance with the provisions of the Income Tax Act, 2025 ('the IT Act'), dividend declared and paid by the Company is taxable in the hands of shareholders. The Company shall, therefore, be required to Deduct Tax at Source ('TDS') as per the applicable rates on dividend payable to its shareholders.

The applicable withholding tax rate would vary depending on the residential status, category of the shareholder and is subject to submission of requisite declarations / documents to the Company during the period specified by the Company i.e. **18th August, 2026 to 03rd September, 2026.**

The documents submitted by the shareholders are subject to acceptance by the Company.

A. RESIDENT SHAREHOLDERS:

A.1 Tax deductible at source from Resident Shareholders (during the FY2026-27)

S. No.	Particulars	Rate	Documents required
1.	Valid PAN updated with the Depository Participant	10%	Shareholders can update with the Depository Participant by submitting the PAN / Email ID / Mobile Number before the record date so that TDS will be deducted at 10% (where applicable). Note - No deduction of tax would be made if the total dividend income paid to a resident individual member during F.Y. 2026-27 does not exceed Rs. 10,000/-
2.	No PAN / Invalid PAN/ Inoperative PAN	20%	NA

3.	Availability of lower/NIL tax deduction certificate issued by Income Tax Department u/s 395 of the IT Act	Rate specified in Lower tax withholding certificate obtained from Income Tax Department	1. Self-attested copy of PAN card 2. Copy of NIL / Lower tax withholding certificate obtained from Income Tax Department relevant to FY 2026-27 with GAIL's TAN-DELG11331F.
4.	An Individual furnishing Form 121	NIL	1. Self-attested copy of PAN card 2. Declaration in Form No. 121, fulfilling prescribed conditions. 3. This form can be submitted only in case the shareholder's tax on estimated total income for FY 2026-27 is Nil 4. Refer **Annexure 1** for format of Form No. 121
5.	Shareholders to whom section 393(1)(7) of the IT Act does not apply such as LIC, GIC, Business Trust (REIT, InVIT) etc.	NIL	1. Self-attested copy of PAN card 2. Self-declaration in the format given as **Annexure-3**, along with documentary evidence that the provisions of section 393(1)(7) of the Act are not applicable.
6.	Shareholder covered under section 393(5) of the Act such as Government, RBI, corporations established by or under a Central Act or Mutual Funds specified under Schedule V and exempt from Income Tax.	NIL	1. Self-attested copy of PAN card 2. Self-declaration in the format given as **Annexure-3**, along with documentary evidence that the Shareholder is covered under section 393(5) of the Act.
7.	Alternative Investment fund (Category I or Category II) - exempt as per Schedule V of the Act	NIL	1. Self-attested copy of PAN card 2. Self-declaration in **Annexure 3** along with documentary evidence that the fund is covered by Notification No. 51/2015 dated 25 June 2015 (a declaration that its income is as per Schedule V of the Act and it is established as AIF under the SEBI regulations along with a copy of registration documents (self-attested)
8.	Any other entity exempt from withholding tax under the provisions of section 393 of the IT Act (including those mentioned in Circular No. 18/2017 issued by CBDT)	NIL	1. Self-attested copy of PAN card 2. Self-declaration in the format prescribed in **Annexure 3** that the person is not subject to withholding tax as per section 393/ 395 of the Income Tax Act (except for individual Sikkimese resident) 3. Submit declaration in **Annexure 4** in case of individual Sikkimese resident. Adequate documentary evidence, substantiating the type of the entity.
9.	Alternative Investment fund -Category III	10%	NA

B. NON-RESIDENT SHAREHOLDERS:

Tax deductible at source for non-resident shareholders during FY 2026-27.

S. No.	Category	Withholding tax rate	Declaration / documents required
1.	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess) or tax treaty rate whichever is beneficial	1. Self-attested copy of PAN card (if available) 2. Self-declaration as per the format given in **Annexure-5**, 3. Self-declaration for non-existence of permanent establishment / fixed base / Business connection in India, place of effective management, beneficial ownership and eligibility to avail tax Treaty benefit [on shareholder's letterhead] as per the format given in **Annexure-7**, 4. Copy of Tax Residency certificate (TRC) issued by revenue authority of country of residence of shareholder for the Calendar Year 2026/ Financial Year 2026-27 (covering the period from April 1, 2026 to March 31,2027). 5. Copy of Form 41 electronically filed with Income Tax department. (Note: Application of the beneficial Tax Treaty Rate shall depend upon the completeness of and satisfactory review by the Company of the documents submitted by the non-resident shareholders. In case the documents are found to be incomplete, the Company reserves the right not to consider the tax rate prescribed under the tax treaty)
2	Alternative Investment Fund – Category III located in International Financial Services Centre	10% (plus applicable surcharge and cess)	1. Self-attested copy of PAN card (if available) 2. Self-declaration as per the format given in **Annexure-6**, along with adequate documentary evidence substantiating the nature of the entity

3	Other non-resident shareholders (except those who are tax residents of Notified Jurisdictional Area)	20% (plus applicable surcharge and cess) or tax treaty rate whichever is beneficial	To avail beneficial rate of tax treaty following tax documents would be required: 1. Self-attested copy of PAN card (if available) 2. Copy of Tax Residency certificate issued by revenue authority of country of residence of shareholder for the Calendar Year 2026/ financial year 2026-2027 (covering the period from April 1, 2026 to March 31, 2027) 3. Copy of Form 41 submitted electronically at Income Tax portal. 4. Self-declaration for non-existence of permanent establishment / fixed base / Business connection in India, place of effective management, beneficial ownership and eligibility to avail tax treaty benefit [on shareholder's letterhead] as per the format given in **Annexure-7**, (Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness and satisfactory review by the Company of the documents submitted by the non-resident shareholders. In case the documents are found to be incomplete, the Company reserves the right to not consider the tax rate prescribed under the tax treaty).
4	Non-Resident Shareholders who are tax residents of Notified Jurisdictional Area as defined u/s 176(1) of the Act	30% (plus applicable surcharge & cess).	NA
5	Sovereign Wealth funds and Pension funds notified by Central Government under Schedule V (7) of the IT Act	NIL	1. Copy of the notification issued by CBDT substantiating the applicability of Schedule V (7) of the IT Act issued by the Government of India. 2. Self-Declaration as per the format given in **Annexure-8 & 9**, that the conditions specified in Schedule V (7) have been duly complied with

6	Wholly owned Subsidiary of Abu Dhabi Investment Authority (ADIA) as prescribed under Schedule V (7) of the IT Act	NIL	Self-Declaration as per the format given in **Annexure-10**, substantiating the fulfilment of conditions prescribed under Schedule V (7) of the IT Act
7	Availability of Lower/NIL tax deduction certificate issued by Income Tax Department u/s 395 of the IT Act	Rate specified in Lower tax withholding certificate obtained from Income Tax Department	1. Copy of NIL / Lower tax withholding certificate obtained from Income Tax Department relevant to FY 2026-27 with GAIL's TAN-DELG11331F 2. Self-attested copy of PAN card (if available)

In case PAN is not updated with the Company's RTA or depository; or PAN is not available; or PAN is inoperative due to non-linkage of Aadhar with PAN for resident shareholders; and information sought in the declaration are not provided, higher rate of withholding tax as per relevant section shall be applied.

In case, the TRC is furnished in a language other than English, the said TRC would have to be translated from such other language to English language and thereafter duly notarized and apostilled copy of the TRC would have to be provided.

The above referred documents, duly completed and signed are required to be sent to the Company through email at dividend@gail.co.in by quoting your Name, Folio number / Demat Account No. (DP and Client ID both), Number of shares and PAN details only from **18th August, 2026 to 03rd September, 2026** in order to enable the Company to determine and deduct appropriate TDS / withholding tax.

Annexure Summary – Declarations required for TDS Compliance:

Annexure:	Description
Annexure 1	Form 121 – Declaration by resident individual for NIL TDS
Annexure 2	Declaration as per Rule 203 for Transfer of TDS Credit
Annexure 3	Self-declaration for entities exempt under Section 393
Annexure 4	Declaration by individual Sikkimese resident exempt under Schedule III
Annexure 5	Declaration for Foreign Portfolio Investors (FPI/FII) claiming treaty benefits
Annexure 6	Declaration for Category III AIF located in IFSC
Annexure 7	Declaration by non-resident shareholders claiming treaty benefit (including beneficial ownership, PE status, etc.)
Annexure 8	Self-declaration by Sovereign Wealth Fund under Schedule V
Annexure 9	Self-declaration by Pension Fund under Schedule V
Annexure 10	Self-declaration by wholly owned subsidiary of ADIA under Schedule V
Annexure 11	Declaration for inoperative PAN due to non-linkage with Aadhaar (for residents)

The specified formats **(Annexure 1 to Annexure 11)** and **TDS certificates**, wherever applicable, are available on the Company's website (**www.gailonline.com**) under the following path:

GAIL Website → Stakeholder Zone → Investor Zone → Investor Information → TDS on Dividend → TDS Certificate

TDS certificates will be generated only for those shareholders whose tax has been deducted by the Company. For any communication or query in this regard, shareholders may write to **dividend@gail.co.in** only.

The dividend amount of those shareholders whose TDS has not been deducted by the company will reflect in their AIS (Annual Information Statement). Moreover, to know the amount of tax deducted, the Shareholder(s) can also check Form 168 from their e-filing accounts at https://eportal.incometax.gov.in/.

For GAIL (India) Limited
Sd/-
(Deepak Asija)
Company Secretary
Website: www.gailonline.com

E-mail: shareholders@gail.co.in

RTA E-mail: admin@mcsregistrars.com

Notes:

i. ***Update your KYC data to receive all communications and dividend information***- The shareholders are requested to update their KYC data viz. PAN Number, email id, address, mobile number and bank account details by submitting the relevant details with our Registrar to an Issue & Share Transfer Agent (RTA) i.e. MCS Share Transfer Agent Limited for shareholders holding shares in physical mode. Shareholders holding shares in dematerialized mode are requested to update the same with their respective Depository Participant to ensure ease of communication and seamless remittances.

ii. A declaration must be filed with the Company in **Annexure-11** where the shareholder being resident individual eligible for obtaining Aadhaar Number has not intimated/ linked the Aadhar Number allotted with its PAN before the Record date. In such a case, the allotted PAN would be treated as inoperative for the provisions of deduction of TDS on the dividend declared by the Company.

iii. After receipt of any of the above declarations, if the Company on the basis of its independent assessment, finds any information that is contrary to the declarations received by it, the Company reserves complete right to rely on the results of its independent assessment and make a deduction of taxes at a higher rate as per applicable provisions of the IT Act.

iv. Shareholders holding shares under multiple demat accounts under different residential status / category and single PAN, may note that higher of the tax rate as applicable to different residential status/ category will be considered for their entire shareholding under different demat accounts.

v. The documents furnished by the shareholders (such as Form No. 121, TRC, Form No. 41, Self-Attested Declaration etc.) shall be subject to review and examination by the Company before granting any beneficial rate or NIL Rate. The Company reserves the right to reject the documents in case of any discrepancies, or the documents are found to be incomplete. In case withholding tax is deducted at a higher rate, an option is still available with the shareholder to file the return of income and claim an appropriate refund. No claim shall lie against Company for any tax deducted by the Company.

vi. 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, the shareholder will be responsible for indemnifying the Company and also, provide the Company with all information / documents and co-operation in any tax proceedings.

vii. Declarations submitted without the prescribed indemnity clause, wherever required under Annexures 1 to 11, shall be considered invalid and non-compliant. Consequently, such declarations will not be accepted, and TDS will be deducted at the applicable rate as if no declaration has been submitted by the shareholder.

viii. In the event of any income tax demand (including interest, penalty, etc.) arising from the change in law/provisions of the IT Act, the company reserves the right to recover such demand from the shareholders.

ix. This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them.

x. In case of any discrepancy in documents submitted by the shareholder, the Company will deduct tax at higher rate as applicable, without any further communication in this regard.

xi. In case dividend income is assessable in the hands of person other than member, then declaration as per **Annexure-2** *needs to be provided by member for the same as per Rule 203 of the Income Tax Rules, 2026. Member needs to confirm the Residential status and validity of PAN of the beneficial shareholders as a part of the declaration. Declaration to be submitted during the period* **18th August, 2026 to 03rd September, 2026** *only.*

xii. In the event of a mismatch in category of the shareholder (individual, company, trust, partnership, local authority, Government, Association of Persons etc.) as per the Register of members and as per fourth letter of PAN (10-digit alpha-numeric number), the Company would consider fourth letter of PAN for determining the category of shareholders and the applicable tax rate/ surcharge/ education cess.

xiii. The company will not provide the benefit of Most Favored Nation Clause at the time of deduction of TDS. Shareholders can claim such benefit while filing their return of income.

Disclaimer: The above information does not constitute tax or legal advice. In view of the individual nature of the tax implications, each investor is advised to consult his or her own tax advisors with respect to the specific tax implications.