Sudarshan Chemical Industries Limited
Tax Policy

Effective Date:

- This Tax Policy is effective from 1st April 2024.

Purpose:

- Sudarshan Chemical Industries Limited (SCIL) and its subsidiaries (the "Group") are committed to maintaining the highest standards of tax compliance and transparency. This Tax Policy outlines our approach to tax management, ensuring that we duly meet our tax obligations as per tax laws.

Scope:

- This policy applies to Sudarshan Chemical Industries Limited and its subsidiaries, including foreign subsidiaries, covering all taxes, including income tax, goods and services tax (GST), customs duty, withholding taxes, and other levies.

Tax Principles:

1. **Compliance:**
   We shall comply with all applicable tax laws and regulations in India and other jurisdictions where we operate and continuously monitoring changes to tax laws and government policies.

2. **Transparency:**
   We will ensure that our tax records and reporting are accurate, accountable, and transparent.

3. **Tax Efficiency:**
   We shall optimize tax benefits and incentives available under Indian and international tax laws without any tax avoidance.

4. **Risk Management:**
   We shall identify and mitigate tax risks and implement suitable controls and processes to insure compliance with tax laws and regulations enacted by statutory authorities. Appropriate advices are sought from Tax Counsel to support decision making process wherever there is uncertainty regarding applicability or interpretation of laws.

Tax Governance:

1. **Tax Department:**
SCIL tax department shall oversee tax management, ensuring compliance and optimization of tax benefits with commitments not to use tax structure without commercial substance.

2. **Tax Committee:**
SCIL's Chief Financial Officer shall review and approve tax policies, procedures, and significant tax decisions.

3. **CFO Oversight:**

SCIL Chief Financial Officer shall provide oversight on tax governance and ensure alignment with our overall strategy

International Tax Considerations:

1. **Transfer Pricing:**
We shall ensure compliance with transfer pricing regulations in India and other jurisdictions and commitment to undertake transfer pricing using arm's length principle.

2. **Withholding Taxes:**
We shall comply with withholding tax obligations on cross-border transactions wherever applicable.

3. **Foreign Tax Credits:**
We shall claim foreign tax credits where eligible.

Tax Compliance and Reporting:

1. **Tax and TDS Returns:**
We shall file accurate and timely tax returns and other applicable returns in India and other jurisdictions.

2. **Tax Payments:**
We shall make timely tax payments.

3. **Tax Audits and Transfer Pricing Audit**
We shall duly comply with Tax Audit and Transfer Pricing requirements in India and cooperate with tax authorities during audits and reviews.

Tax Planning and Optimization:

1. **Tax Incentives:**
   We shall explore and optimize tax incentives available under Indian and international tax laws.

Review and Revision:

- This Tax Policy shall be reviewed and revised annually, or as needed, to ensure it remains effective and compliant with Indian and international tax laws.

Approval:

- This Tax Policy has been approved by the Chief Financial Officer of Sudarshan Chemical Industries Limited.

Prepared by Taxation & Finance Team	Reviewed by Taxation Head	Approved by Chief Financial Officer