

STATEMENT OF SPECIAL TAX BENEFITS

To,

The Board of Directors,

Q-LINE BIOTECH LIMITED

298-281, Transport Nagar, Kanpur Road
Adjacent Transport Nagar Metro Station,
Lucknow, Uttar Pradesh, India, 226012

Dear Sirs/ Madam,

Sub: Statement of Tax Benefits ('The Statement') available to Q-Line Biotech Limited ("The Company"), Its subsidiary, associates and its shareholders prepared in accordance with the requirement in Schedule VIII- Clause (VII) (L) of Securities and Exchange Board of India (Issue of Capital Disclosure Requirements) Regulations 2018, as amended ("The Regulation")

We hereby report that the enclosed annexure prepared by the management of **Q- Line Biotech Limited**, states the special tax benefits available to the Company, its subsidiaries, associates and the shareholders of the Company under the Income-Tax Act, 1961, the Central Goods and Services Tax Act, 2017, the Integrated Goods and Services Tax Act, 2017, the Union Territory Goods and, respective State Goods and Services Tax Act, 2017 (collectively the "GST Act") presently in force in India. Several of these benefits, if available, are dependent on the Company or its shareholders fulfilling the conditions prescribed under the relevant provisions of the Act. Hence, the ability of the Company or its shareholders to derive the tax benefits is dependent upon fulfilling such conditions which, based on business imperatives which the Company may face in the future, the Company may or may not choose to fulfill.

The benefits discussed in the enclosed Annexure cover only special tax benefits available to the Company, its subsidiaries, associates and the shareholders and do not cover any general tax benefits available to the Company or its shareholders. Further, the preparation of enclosed statement and the contents stated therein is the responsibility of the Company's management. We are informed that; this Statement is only intended to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences and the changing tax laws, each investor is advised to consult his or her own tax consultant with respect to the specific tax implications arising out of their participation in the proposed initial public offering of Equity shares ("the Issue") by the Company. We do not express any opinion or provide any assurance as to whether:

- a) The Company, its subsidiaries, associates and its shareholders will continue to obtain these benefits in future; or
- b) The conditions prescribed for availing the benefits have been/would be met.

The contents of the enclosed statement are based on information, explanations and representations obtained from the Company and on the basis of our understanding of the business activities and operations of the Company.

Limitations:

Our views are based on facts and assumptions indicated to us and the existing provisions of tax law and its interpretations, which are subject to change or modification from time to time by subsequent legislative, regulatory, administrative, or judicial decisions. Any such changes, which could also be retrospective, could have an effect on the validity of our views stated herein. We assume no obligation to update this statement on any events subsequent to its issue, which may have a material effect on the discussions herein. This report including enclosed annexure are intended solely for your information and for the inclusion in the Red Herring Prospectus/Prospectus or any other issue related material in connection with the proposed initial public offer of the Company and is not to be used, referred to or distributed for any other purpose without our prior written consent.

This statement has been prepared solely in connection with the Proposed Offer by the Company under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended.

For R K Jagetiya & Co,

Chartered Accountants

FRN: - 146264W

(Ravi K Jagetiya)

Proprietor

M. No. 134691

Place: Mumbai

Date: 13th May, 2026

UDIN: **26134691MLVMKZ1827**

ANNEXURE TO THE STATEMENT OF SPECIAL TAX BENEFITS

The information provided below sets out the special tax benefits available to the Company, its subsidiaries, associates and the Equity Shareholders under the Income Tax Act, 1961 presently in force in India. It is not exhaustive or comprehensive and is not intended to be a substitute for professional advice. Investors are advised to consult their own tax consultant with respect to the tax implications of an investment in Equity Shares particularly in view of the fact that certain recently enacted legislation may not have a direct legal precedent or may have a different interpretation on the benefits, which an investor can avail. We have not covered here the tax benefits available to all the shareholders of any company listed in India.

A. SPECIAL DIRECT AND INDIRECT TAX BENEFITS TO THE COMPANY, ITS SUBSIDIARIES, ASSOCIATES:

- The Company, its subsidiaries, associates is not entitled to any special tax benefits under the Income Tax Act, 2025 and GST Act.

B. SPECIAL DIRECT AND INDIRECT TAX BENEFITS TO THE SHAREHOLDERS OF COMPANY, ITS SUBSIDIARIES, ASSOCIATES:

- The Shareholders of the Company, its subsidiaries, associates are not entitled to any special tax benefits under the Income Tax Act, 2025 and GST Act.

NOTES:

1. The above Annexure of special tax benefits sets out the provisions of Tax Laws in a summary manner only and is not a complete analysis or listing of all potential tax consequences of the purchase, ownership and disposal of shares.
2. The above Annexure covers only the special tax benefits under the Act, read with the relevant rules, circulars and notifications and does not cover any benefit under any other law in force in India. This Annexure also does not discuss any tax consequences, in the country outside India, of an investment in the shares of an Indian company. We have not considered the general tax benefits available to the Company, and/or its shareholders.
3. The above Annexure of special tax benefits is as per the current direct tax laws relevant for the Tax Year 2026-27. Special Tax benefits, if any, Several of these benefits are dependent on the Company or its shareholders fulfilling the conditions prescribed under the relevant provisions of the Tax Laws.
4. In respect of non-residents, the tax rates and consequent taxation mentioned above will be further subject to any benefits available under the relevant Double Taxation Avoidance Agreement, if any, entered into between India and the country in which the non-resident has fiscal domicile.
5. Section 205 of the Income-tax Act, 2025 provides an option to a domestic company to be taxed at a concessional rate of 22%, subject to the condition that the company does not avail itself of specified exemptions, deductions and incentives prescribed under the Act. After considering the applicable surcharge of 10% and Health and Education Cess at 4%, the effective tax rate works out to 25.168%. In accordance with the provisions of Section 205(5) of the Income-tax Act, 2025, once the option is exercised in the prescribed manner, it shall apply to the relevant tax year and all subsequent tax years and cannot be withdrawn thereafter.

In such a case, the Company is not allowed to claim any of the following deductions/ exemptions under the Act: -

- a. Deduction under Section 144 in respect of profits derived by units established in Special Economic Zones (corresponding to erstwhile Section 10AA of the Income-tax Act, 1961).
- b. Additional depreciation under Section 33(8) read with Section 33(9) in respect of new plant and machinery (corresponding to Section 32(1)(iia) of the Income-tax Act, 1961).
- c. Deduction under Section 48 read with Schedule IX and Section 49 read with Schedule X in respect of deposits made to Tea, Coffee, Rubber Development Accounts and Site Restoration Funds (corresponding to Sections 33AB and 33ABA of the Income-tax Act, 1961).

- d. Deduction under Section 46 in respect of capital expenditure incurred for specified businesses and Section 47 in respect of expenditure on agricultural extension projects (corresponding to Sections 35AD and 35CCC of the Income-tax Act, 1961).
- e. Deduction under Chapter VIII of the Income-tax Act, 2025 under the heading “C.—Deductions in respect of certain incomes”, to the extent specified in Section 205, except for deductions expressly permitted under the said section.
- f. Set-off of any brought forward loss or unabsorbed depreciation attributable to any of the above deductions or incentives.
- g. Deduction under Section 133 in respect of donations to certain funds, charitable institutions, etc. (corresponding to Section 80G of the Income-tax Act, 1961), to the extent specifically restricted under Section 205.

The concessional corporate tax regime available to domestic companies under Section 205 of the Income-tax Act, 2025 and the carry forward and set-off of tax credit in respect of Minimum Alternate Tax (MAT) under the corresponding transitional provisions of the Income-tax Act, 2025 are generally available to all eligible domestic companies. Accordingly, these provisions are in the nature of general tax provisions and should not be regarded as special tax benefits available to the Company.

- 6. This Annexure is intended only to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of tax consequences, each investor is advised to consult his or her tax advisor with respect to specific tax consequences of his/her investment in the shares of the Company.
- 7. No assurance is given that the revenue authorities/ courts will concur with the views expressed herein. The views are based on the existing provisions of law and its interpretation, which are subject to changes from time to time. We do not assume responsibility to update the views consequent to such changes.

For R K Jagetiya & Co.

Chartered Accountants

ICAI Firm Registration Number: 146264W

Peer Review Number: 017355

(Ravi K Jagetiya)

Proprietor

M. No. 134691

Place: Mumbai

Date: 13th May, 2026