

INVESTOR FAQS: GIFT CITY IPO – XED EXECUTIVE DEVELOPMENT LIMITED

1. Who can invest in this IPO?

Participation is restricted to entities and individuals from **FATF approved jurisdictions**, and includes the following:

- (i) Individuals that are Indian Citizens and are **Non-Resident Indians** can invest;
- (ii) Individuals that are **Foreign Citizens** and who are not residents of India Can invest;
- (iii) Any entity whose beneficial owner(s) are non-resident(s) of India can invest;
- (iv) Any entity not having an Indian UBO can invest;
- (v) Individuals that are citizen of a country which shares land border with India, or an entity incorporated in such a country, or an entity whose beneficial owner is from such a country, only with the **approval of the Central Government** can invest.

2. Who cannot invest in this IPO?

As participation is restricted to entities and individuals from FATF approved jurisdictions, any individual or entity from a non-FATF approved jurisdiction cannot invest, further the following cannot invest:

- (i) Individuals that are Indian Citizen and are Indian Residents cannot invest;
- (ii) Individuals that are Foreign Citizen and are Residing in India, and qualify as Indian Residents cannot invest;
- (iii) Any entity whose beneficial owner(s) are resident(s) of India cannot invest;
- (iv) Any entity having an Indian UBO cannot invest;
- (v) Individuals that are citizen of a country which shares land border with India, or an entity incorporated in such a country, or an entity whose beneficial owner is from such a country, who have not taken the approval of the Central Government cannot invest.

3. What does UBO mean?

UBO is abbreviation for Ultimate Beneficiary Ownership. The concept of Ultimate Beneficial Owner (UBO) under the Indian Companies Act, 2013 is primarily governed through the framework of Significant Beneficial Owner (SBO) provisions outlined in Section 90 and the associated Companies (Significant Beneficial Owners) Rules, 2018 as amended.

As of now, every individual who, acting alone or together, or through one or more persons or trust, holds beneficial interests of not less than **ten percent**, by construction of these provisions, is covered under the ambit of Ultimate Beneficial Ownership.

4. In which exchanges, is the listing going to take place?

The securities are going to be listed on [India INX](#) and [NSE IX](#).

5. Do we need to have a trading and demat account to bid for the IPO?

There is no mandatory requirement to hold a Trading account or Demat account in order to submit a bid for the IPO. However, it is advisable to have both, an active Trading account and a Demat account in place to ensure a seamless process.

An investor who has applied for a Trading account and a Demat account but whose account activation is still pending may nonetheless submit a bid, subject to the Know Your Customer (KYC) verification conducted by Anand Rathi International Ventures (IFSC) Pvt. Ltd. In such a case, if shares are allotted, they shall be held in a temporary share suspense account until the Demat account is formally activated, following which the allotted shares will be transferred to the respective Demat account.

6. What are the pre-requisites for smooth processing of IPO Application?

Contacting Anand Rathi International Ventures (IFSC) Pvt. Ltd., and completing the KYC process is a prerequisite. While it is not compulsory to hold an active Trading account with an IFSCA-registered Broker Dealer or a Demat account with an IFSCA-registered Depository Participant at the time of bidding, doing so is **recommended** to ensure a smoother process.

7. Can we use our own Demat and Trading Accounts for investing?

Existing Demat or Trading Account that are not in IFSCA jurisdiction cannot be used.

As IFSCA operates under a separate regulatory jurisdiction, investors are required to maintain Demat and Trading account within the IFSCA jurisdiction. You may request that Anand Rathi International Ventures (IFSC) Pvt. Ltd., facilitate the opening of your Trading account and Demat account, under the IFSCA framework.

Note – While trading and Demat accounts are not mandatory at the time of submitting a bid for the IPO, it is essential to ensure that these accounts become operational in a timely manner to enable the transfer of subscribed shares to the respective investors. Until such time as the Demat account becomes active, any allotted shares will be held in an escrow share suspense account.

8. Process for Investors

Step 1 - Contact Anand Rathi International Ventures (IFSC) Pvt. Ltd. and get your KYC done. More information is available on www.anandrathigiftcity.com

Step 2 - Set up a trading and demat account (optional at the time of bidding but advisable) with Anand Rathi International Ventures (IFSC) Pvt. Ltd.

Step 3 - Apply digitally. Anand Rathi International Ventures (IFSC) Pvt. Ltd. IPO support desk will help investor to put the bid.

Step 4 - Transfer the funds commensurate to the shares applied through

- (i) Anand Rathi International Ventures (IFSC) Pvt. Ltd. or
- (ii) Separately through SWIFT to either one of the Bankers to the Issue.

Note: There are 2 participating banks (Bankers to the Issue) where the funds can be transferred but the Investor must mention the Application number (received from the broker at the time of bidding) in the SWIFT msg. Also, the funds should be transferred from the same account as mentioned in the bid cum application form.

It is to be ensured that money ultimately received by bankers (Escrow Collection Account) is net of bank charges, transaction costs, taxes, other incidental charges, etc. and should not be less than amount

required to suffice the subscription sought for allotment vide Bid cum Application form. A major shortage for such remittances may lead to rejection of applications. Investors are advised to confer to their banks before remittance.

Support Desk numbers:

In case of any queries, please find below Email IDs for your reference.

XED - investorrelations@xedinstitute.org

GHCA - ghca@global-horizons.in

Anand Rathi – giftifsc@rathi.com

Step 5 – Allotment or Refund

- If allotted, shares will be credited to your Demat Account.
- If not allotted, a refund will be processed back to the origin or source account, i.e., remitting bank account.

9. What is the currency denomination for the subject IPO?

US Dollars.

10. What is the accepted Mode of sending funds?

The only accepted modes are:

- A. Payment through your Broker (Advisable)
- B. International transfer through SWIFT Transactions in the Escrow account.

Payments executed via UPI or cheque or non-SWIFT Transfers to designated Escrow Collection Account are not accepted modes of payment and payments made through these platforms will be rejected and refunded/returned.

11. How will refunds be processed?

Any extra amount that is deposited in the Escrow Account will be refunded to the investors' source bank account.

Any amount received, against which allotment is not made, refunds will be processed to investor's source bank account.

12. Who will decide the allotment of securities?

The allotment will be decided by the Issuer and the BRLM on discretionary basis.

13. What are the key advantages for investors in subscribing to an IPO listed on GIFT City compared to a traditional Indian stock exchange?

Lower taxes & simpler compliance (particularly for non-resident and FPI investors)

- 0% capital gains tax
- No Securities Transaction Tax (STT)
- No Commodity Transaction Tax (CTT) and
- No stamp duty on trades via GIFT IFSC - massive cost savings for Non - Residents and FPIs.

14. Do non-resident investors need a PAN or file Indian tax returns for income earned through GIFT City IPOs or investments?

No PAN or Indian tax-return filing requirement for non-resident investors with only IFSC income sources.

15. What is the dividend income tax liability for NRI investors in a GIFT City IPO?

Dividend income received by non-resident Indians (NRIs) or foreign entities from companies or funds listed in GIFT City's International Financial Services Centre (IFSC) is subject to a **flat withholding tax of 10%** in India (plus applicable surcharge and cess).

In GIFT City IFSC specifically, dividends paid to NRIs are taxed at this **preferential flat rate**—this is significantly lower than the **20% (plus cess/surcharge)** rate that applies to dividends from mainland-India companies.

XED IPO Bidding Process - Step by Step Guide

The XED Executive Development Limited IPO is available for Only NRIs / Foreign Nationals

Introduction

- The IPO required interested investor to open Trading and Demat account with any registered IFSCA approved broker.
- For bidding, demat account and trading account is not mandatory. But once the bidding is done and customer is allotted with shares, the trading and demat account needs to be opened with an approved Trading member like Anand Rathi International Ventures (IFSC). Without demat account in place, all the allotted shares will be kept in the escrow account.
- The investor who is allotted with shares will have to necessarily open trading and demat account in GIFT City within 6 months as per the IFSCA guidelines.
- **Anand Rathi International Ventures (IFSC)** is a registered broker approved by IFSCA regulator and have trading memberships of INDIA INX and NSE IX exchange where the IPO listing is to happen.
- Any interested investor new to our company or existing NRI customer with valid KYC Documents is eligible to open account digitally - VCIP platform using Aadhaar and PAN Card.
- The Brokers to the IPO have already received the platform login ID from both exchanges, where they can apply IPO bid as per client request on investors behalf
- Necessary document or information from the customer is needed to apply for the bidding:
 - ***Name of the investor***
 - ***Email ID***
 - ***Mobile Number***
 - ***Any of the following – PAN Number / LEI Number / TIN number / Passport Number***
 - ***MUST – Bank account number from where the investor will transfer funds for bidding***
 - ***MUST – Bank SWIFT details / or IFSC Bank details***

How to Apply for GIFT IFSC IPO – XED Executive Development Limited:

- A **Demat Account needs to be opened with IFSC Depository (IIDIL)** – Anand Rathi is a Depository Participants approved by IFSCA thus the trading and Demat account processing can be done digitally for NRI investor.
- The bidding for IPO is offline using the GIFT IFSC system (ESCO system)
- Interested investor to request the broker for IPO bidding.
- Broker to create the application id for the investor offline. If investor wants to apply on his own, broker to send the IPO bidding link to the customer.
- Client will get a **payment link** once the application is successfully submitted.
- Allotment and payment timeline is not yet decided, but may take around **11 working days**.
- Client will pay funds as per bidding and they have to share the **SWIFT Copy** with the broker.
- Once allotment comes, shares will be credited into the client's Demat account.
- On listing day, the client can **sell** the shares or **buy fresh shares**, similar to the Indian market.

The image shows two screenshots of a web application interface for managing clients and applying for an IPO.

Top Screenshot: Add Client Form

- Header:** "Manage" on the left, "26 Nov 2025 12:30:10 PM" on the right.
- Tabs:** "Branch", "User", "Client" (selected).
- Buttons:** "View Client List" and "Upload Client" (orange).
- Form Section:** "Add Client".
 - Name:** Text input field.
 - Depository Name *:** Dropdown menu with "IIDIL" selected.
 - Depository ID *:** Text input field.
 - Beneficiary ID *:** Text input field.
 - KYC details:** Text input field.
- Buttons:** "Submit" and "Reset" (orange).

Bottom Screenshot: Manage Section

- Header:** "Manage" on the left, "26 Nov 2025 12:31:59 PM" on the right.
- Tabs:** "Branch", "User", "Client" (selected).
- Buttons:** "+ Add Client" and "Upload Client" (orange).
- Form Section:** "Manage".
 - Name:** Text input field.
 - Search:** Orange button.

Footer: "Cookies / Privacy" link.

Anand Rathi International Ventures (IFSC) – GIFT City Contact Details

Dinesh Modi – GIFT CITY: +91 9987231156 | Neha Fathima – Dubai: +971 54 7858723

Michelle Gomes – Mumbai: +91 7013396191 | Valini Shah – Mumbai: +91 9619655115

Email – giftifsc@rathi.com

Website – <https://www.anandrathigiftcity.com/>

.....

Note: The information provided is for information purposes only.

