

16th April, 2025

The Manager,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

The Manager,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra-Kurla Complex,
Bandra (E), Mumbai - 400 051

BSE Scrip Code: 544320

NSE Symbol: CARRARO

Sub.: Intimation regarding closure of Customs Audit Observation.

- Ref.: a) Regulation 30 read with Para A of Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).**
- b) Rejoinder for response from the Company bearing letter no. Customs Receipt and Indirect/2024-2025/DIS-1823533**

Dear Sir/Madam,

With reference to the above-mentioned Listing regulations, we would like to inform that the Company has received Rejoinder from the office of Director General of Audit (Central), Mumbai for response submitted by the Company with respect to the audit observation notice dated 29th April, 2024

The above referred Rejoinder dated 08th July 2024 was served to the Company on 16th April, 2025 at 03.19 p.m. over email.

Vide this Rejoinder, the audit observation made by Director General of Audit (Central), Mumbai, pertaining to short levy of duty due to misclassification of Epicycloidal Ring Gear (Parts and Accessories of the Motor Vehicles of Headings 8701 TO 8705), has been closed in favor of the Company.

The Company is pleased that it has received favourable outcome from the proceedings and it will reduce the quantum of contingent liability of the Company by Rs. 2,22,39,527/-.

The details required under Para A of Part A of Schedule III of the Listing Regulations read with SEBI Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated 11th November, 2024 are enclosed as Annexure A.

Thanking you,

Yours faithfully,
For Carraro India Limited

Nakul Shivaji Patil
Company Secretary and Compliance Officer
Membership No.: A39990

Encl.: As above.

Annexure A

Sr. No.	Details of Events that need to be provided	Information of such events(s)
1.	Name of the authority	The Director General of Audit (Central), Mumbai.
2.	Nature and details of the action(s) taken or order(s) passed.	Rejoinder for response from auditee regarding DIS-1823533 dated 08 th July 2024. Served to the Company on 16 th April, 2025 at 03.19 p.m. over email.
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	16 th April, 2025 This is a Rejoinder which has concluded the issue, pursuant to submissions made by the Company in response to Audit Observations of the Customs Authorities, pertaining to short levy of duty (<i>i.e. BCD under Customs Act & IGST under IGST Act</i>) due to misclassification of Epicycloidal Ring Gear (Parts and Accessories of the Motor Vehicles of Headings 8701 TO 8705) imported during the period from January 2023 to March 2024.
4.	Details of violation(s)/contravention(s) committed or alleged to be committed.	Director General of Audit (Central), Mumbai had observed that the Company had imported 38 consignments of “Epicycloidal Ring Gear (Parts & Accessories of Motor Vehicles of heading 8701 to 8705)” between Jan 2023 to March 2024 through ICD Talegaon, Pune Commissionerate. It was alleged short levy of duties owing to misclassification of certain parts imported by the Company during the period from January 2023 to March 2024, resulting in short levy of duty of Rs. 2,22,39, 527/-
5.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	This Rejoinder has concluded the issue of short levy of duties as alleged in the Audit Observation in favour of the Company. This shall have the impact of reducing the contingent liability of the Company by Rs. 2,22,39, 527/-.