गेल (इंडिया) लिमिटेड
(भारत सरकार का उपक्रम – महारत्न कंपनी)
GAIL (India) Limited
(A Government of India Undertaking - A Maharatna Company)

गेल भवन,
16 भीकाएजी कामा प्लेस
नई दिल्ली-110066, इंडिया
GAIL BHAWAN,
16 BHIKAIJI CAMA PLACE
NEW DELHI-110066, INDIA
फोन/PHONE : +91 11 26182955
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ई–मेल/E-mail : info@gail.co.in

ND/GAIL/SECTT/2018

3rd December, 2018

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (East)
Mumbai – 400051

Listing Department
BSE Limited
Floor 1, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400001

Sub.: ANNOUNCEMENT - ORDER PASSED BY CESTAT DELHI

Dear Sir,

This is in compliance of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

With reference to the subject citied above, please find an attachment..

The above is for your information and records.

Thanking you,
Yours faithfully,

(A.K. Jha)
Company Secretary

ORDER PASSED BY CESTAT DELHI

"The CESTAT Delhi vide order dated 30.11.2018 has allowed the appeal filed by the Department and held that the product manufactured by GAIL at its Gas processing Plants is 'Natural Gasoline Liquid (NGL)' and not Naphtha attracting additional Excise Duty of Rs.15/- litre. Accordingly, the demand of differential Central Excise duty, Penalty and interest totalling to approx. Rs.2822 Crore (Duty Rs. 830 Crore, Penalty Rs. 830 Crore and interest Rs.1162 Crore) has been upheld. The erstwhile jurisdictional Commissioner, Central Excise & Service Tax, Large Tax Payer Unit (LTU), Delhi had earlier passed a favourable order vide common Order dated 24.07.2014 and the demand raised on GAIL on this account was dropped.

The Company has made necessary disclosure in the Notes to Accounts under contingent liability for the aforesaid SCNs including penalty and interest during Financial Year 2017-18.

The company is of the view that the order passed by the CESTAT Delhi is not sustainable considering the merit of the case and well-reasoned order passed by the Commissioner while adjudicating the SCNs. The company is going to challenge the order at higher forum and is confident of favourable outcome in this matter."