CIN : L26942TG1979PLC002485
GST No.: 36AABCK1868J1ZB

KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

1-10-140.1, 'GURUKRUPA' Ashok Nagar, Hyderabad - 500 020.

REF:KCSIL:SEC:2021:

January 12, 2021

1. BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI - 400 001.

2. The Manager,
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
MUMBAI - 400 051.

Dear Sir,

Sub : **(a) Material event – Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**
(b) Our earlier filing dated July 22, 2020.

(a) We wish to inform you that the company is in receipt of a demand notice dated 7th January, 2021 from Northern Power Distribution Company of Telangana Limited in respet of Grid support charges payable by the company as decided by the Electricty Regulatory Commission (ERC) from time to time pursuant to a Supreme Court Judegement.

The said notice was received by the company on Monday, the 11th January, 2021 and the amount payabe by the company was Rs.20,53,85,723.00 (Rupees Twenty Crores Fifty Three Lakhs Eighty Five Thousand Seven Hundred Twenty Three only) towards grid support charges together with interest up to 31.12.2020.

The company has started the consultation process with our legal advisers and also seeking further information from the Northern Power Distribution Company of Telangana Limited in respect of their claim.

We shall inform further developments in this regard in due course.

(b) In respect of earlier demand notices received by the company for an aggregate sum of Rs.43.83 crores, the company has informed the Stock Exchanges vide its filing dated July 22, 2020.

Upon due consultation with the legal advisors, we have countered the demand notices claiming that the notices are barred by limitation, vague and therefore unsustainable. We are yet to receive the response from the Southern Power Distribution Company of Telangana Limited (SPDCL) in this regard.

We shall inform further developments in this matter in due course.

This is for your information and record.

Thanking you,
Yours faithfully,
For KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED,

B KAMESWARA PRASAD
GENERAL MANAGER AND COMPANY SECRETARY