

KIL/SE/Reg. 30/2023-24

29 September, 2023

BSE Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400001	National Stock Exchange of India Ltd. "Exchange Plaza", Bandra-Kurla Complex, Bandra (E), Mumbai - 400051	The Calcutta Stock Exchange Ltd. 7, Lyons Range, Kolkata - 700001
Equity Scrip Code-502937 NCO Scrip Code - 973060	Scrip code – KESORAMIND	Scrip code -10000020

Dear Sir(s)/Madam,

Sub: Disclosure pursuant to the proviso to Regulation 30(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: In compliance with the direction of the Securities and Exchange Board of India ("SEBI") vide its letter Ref SEBI/HO/CFD/SEC-2/P//OW/2022/40130/1 dated 26 September, 2023

Please find enclosed herewith the details pursuant to the provision of Regulation 30(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as directed by SEBI.

The above is for your information and records.

For Kesoram Industries Limited

Gautam Ganguli
Company Secretary



**GAUTAM
GANGULI** Digitally signed by
GAUTAM GANGULI
Date: 2023.09.29
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Encl: As above



Continuing litigation

Sl No.	Particulars	Details
(a)	Brief details of litigation or dispute:	
	Name of the opposing party	Mintech Global Private Limited
	Court / Tribunal	Hon'ble High Court at Kolkata
	Brief details of litigation/ dispute	In compliance with the direction of the Securities and Exchange Board of India ("SEBI") vide its letter SEBI/HO/CFD/SEC-2/P//OW/2022/40130/1 dated 26 September 2023, we advise as follows: On 20 March 2023, the Company received an arbitration award ("Award") in an arbitration proceeding that had earlier been initiated by Mintech Global Private Limited ("Mintech") against the Company. In terms of the Award, Mintech has been awarded future commitment charges under Agreements resting with that dated 4 April, 2016 for a period of ten years from the date of commencement of commercial production in relation to three plants claimed to have been set up by Mintech. Counterclaim of the Company against Mintech for refund of mobilisation advance paid was also allowed. The effect of the Award is that the Company has to pay ₹ 174.88 crores to Mintech and receive ₹ 49.25 crores from Mintech, aggregating to a net amount of ₹ 125.63 crores payable by the Company. Other claims made by Mintech in the arbitration proceeding were disallowed. Both Mintech and the Company have challenged the Award and filed applications for setting aside the Award and the matter which is sub judice is being adjudicated upon before the Hon'ble High Court at Calcutta. The Company has been advised by independent legal counsel that the Award was <i>de hors</i> the terms of the agreements entered into by it and hence was patently illegal. Accordingly, the Company had excellent chance of succeeding in the High Court should it seek to challenge the Award. The Company was therefore advised against creating any provision in its 2022-23 financial statements against such Award and instead disclose the net Award amount as and by way of a contingent liability therein. The Company has done so and this stands duly reflected in Note 36 of its 2022-23 annual financial statements (see page 145-146 of the Annual Report 2022-23). The financial statements were duly adopted at the Company's 104th Annual General Meeting held on 14 June, 2023". In view of what has been set out above, the Company is of the opinion that the Award has no impact on its financial statements.
(b)	Expected financial implications, if any	None
(c)	Quantum of claims/award:	₹ 125.63 crs disclosed as contingent liability

