

Date: May 24, 2025

To, The Manager, Listing Department, National Stock Exchange of India Ltd., Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400051 Symbol: SARLAPOLY	Corporate Services Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street Mumbai – 400001 Security Code: 526885
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Subject: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015 – Payment of GST Related Tax, Interest, and Penalty Pursuant to Final Audit Report.

Dear Sir/Madam,

Pursuant to Regulation 30 read with Schedule III Part A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we inform that, following a routine audit by the GST authorities for the period FY 2018-19 to 2022-23, Sarla Performance Fibers Limited has, on being notified of certain procedural and technical discrepancies, voluntarily remitted the applicable tax, interest, and penalty aggregating to ₹3,59,84,653 (Rupees Three Crore Fifty-Nine Lakh Eighty-Four Thousand Six Hundred Fifty-Three only). The payment covers IGST, CGST, SGST/UTGST, interest, and penalty as per the Final Audit Report received by the Company on May 24, 2025.

The observations were technical and procedural in nature, with no findings of fraud or willful misstatement. The Company has fully cooperated with the authorities, implemented corrective actions, and further strengthened its compliance framework.

The Statutory Auditors have issued an unmodified opinion on the financial statements for the year ended March 31, 2025.

The Company remains committed to maintaining the highest standards of compliance and corporate governance.

The details required under Regulation 30 of the SEBI LODR Regulations are Enclosed as Annexure-1. This disclosure is made in compliance with the regulations and for the information of stakeholders.

Thanking You

For Sarla Performance Fibers Limited

Krishna Jhunjunwala
Managing Director

Regd. Off. & Works 1:
Survey No. 59/1/4.
Amli Piparia Industrial
Estate, Silvassa-396 230,
U.T. Dadra & Nagar Haveli

Works 2:
Survey No.
64/2/3/4,61/1,61/2,62/5,63/5,63/7,
Amli Piparia Industrial Estate,
Silvassa-396 230,
U.T. Dadra & Nagar Haveli

Works 3:
Survey No. 213/P,
Plot No. 11 & 12,
Dadra-396 191,
U.T. Dadra & Nagar Haveli

Vapi Works:
Shed No. A1/48,
100 Sheds Area,
GIDC, Vapi-396 195
(Gujarat)

“Annexure A”

Disclosure under Regulation 30 read with Para A of Schedule III of the SEBI Listing Regulations, 2015, read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123, dated 13th July 2023:

Sr No.	Particulars	Information / Remarks
1.	Name of the Authority	GST & Central Excise Audit Surat Commissionerate
2.	Nature and details of the action(s) taken, initiated or order(s) passed	liabilities arised due to an audit conducted by the GST authorities for the financial years 2018–19 to 2022–23 inclusive of interest and penalty
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	May 24, 2025
4.	Details of the violation(s) / contravention(s) committed or alleged to be committed.	The Final Audit Report (No. 270/2024-25, dated 15.04.2025) by the CGST Audit Commissionerate, Surat, for Sarla Performance Fibers Limited (GSTIN: 26AABCS1322B1Z4) for 2018-19 to 2022-23 identified 16 GST violations under the CGST Act, 2017, totaling Rs. 3,59,84,653, fully recovered (Credit: Rs. 2,01,98,761; Cash: Rs. 1,57,85,892). These include: non-payment of interest on delayed payments (Rs. 1,90,536), excess ITC claims (Rs. 3,97,222 interest), late-reported sales/debit notes in GSTR-1 (Rs. 2,676 and Rs. 37,874 interest), delayed GSTR-3B tax payments (Rs. 1,36,922 interest), excess RCM ITC (Rs. 63,814 tax, Rs. 76,420 interest, Rs. 9,572 penalty), late GSTR-1 filing (Rs. 22,700 late fee), non-reversed ITC on export debtors (Rs. 1,52,251 tax, Rs. 1,65,450 interest, Rs. 22,838 penalty), unpaid RCM tax (Rs. 1,64,921 tax, Rs. 1,32,597 interest, Rs. 24,738 penalty), short tax in GSTR-3B (Rs. 1,03,155 tax, Rs. 97,897 interest, Rs. 15,473 penalty), excess ITC over GSTR-2A (Rs. 15,821 tax, Rs. 11,906 interest, Rs. 2,373 penalty), blocked ITC for personal consumption (Rs. 4,52,536 tax, Rs. 2,53,287 interest, Rs. 67,880 penalty) and civil construction (Rs. 1,81,16,576 tax, Rs. 97,72,946 interest, Rs. 27,17,486 penalty), non-reversed ITC on credit notes (Rs. 18,385 tax, Rs. 18,468 interest, Rs. 2,758 penalty), duplicate ITC claims (Rs. 13,92,586 tax,

		Rs. 10,47,988 interest, Rs. 2,08,888 penalty), and ITC from cancelled suppliers (Rs. 35,888 tax, Rs. 27,007 interest, Rs. 5,383 penalty). All issues were settled voluntarily under Section 74(5), with no further proceedings.
5.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	<p>A total amount of Rs. 3,59,84,653, which has been fully recovered (Credit: Rs. 2,01,98,761; Cash: Rs. 1,57,85,892) as per the audit findings.</p> <p>No further quantifiable operational or other impacts are indicated, as the issues have been settled without pending legal proceedings.</p>