

**Date: August 26, 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**

**Subject: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015 – Filing of Special Civil Application in the High Court of Gujarat at Ahmedabad.**

**Dear Sir/Madam,**

Pursuant to Regulation 30 read with Schedule III Part A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, and in line with the Company's Policy on Determination of Materiality, we wish to inform you about the **filing of a Special Civil Application in the Hon'ble High Court of Gujarat at Ahmedabad** by Sarla Performance Fibers Limited ("the Company") against **Order-in-Original No. SURAT/GST/ABS/30/2025-26 dated July 31, 2025**, issued by the Office of the Additional Commissioner, Central GST & Central Excise, Surat Commissionerate. The said order was previously intimated to the stock exchanges on July 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 Listing Regulations are enclosed herewith as **Annexure-A**.

This disclosure is being made in compliance with the SEBI Listing Regulations and for the information of all stakeholders.

**Thanking You  
For Sarla Performance Fibers Limited**

**Krishna Jhunjhunwala  
Managing Director  
DIN - 00097175**

**“Annexure A”**

**Information as required under Regulation 30 – Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123, dated 13<sup>th</sup> July 2023:**

**Special Civil Application in the High Court of Gujarat at Ahmedabad.**

At the time of becoming the party:		
(a)	Brief details of litigation/ petition viz. name(s) of the opposing party, court/ tribunal/agency where litigation is filed, brief details of dispute/litigation.	<p>The Additional Commissioner, Central GST &amp; Central Excise, Surat Commissionerate, has issued Order-in-Original No. ADJ/ADJ/GST/201/2015/ADJ-O dated 31.07.2025 under Section 74 of the CGST Act, 2017. The order alleges that the Company availed undue IGST refund of ₹9,44,68,777 on exports while importing inputs duty-free. Additionally, the Company claimed a refund of unutilized Input Tax Credit (ITC) of ₹11,33,90,370 on account of exports without payment of tax.</p> <p>The total demand has been raised, as below:</p> <ul style="list-style-type: none"> <li>• Tax: ₹20,78,59,147 (IGST refund: ₹9,44,68,777 + ITC refund: ₹11,33,90,370)</li> <li>• Interest: As applicable under Section 50 of the CGST Act, 2017 (not quantified in the order)</li> <li>• Penalty: ₹20,78,59,147 (equal to the tax amount, under Section 74(1)).</li> </ul> <p>The petition has been filed by Sarla Performance Fibers Limited before the Hon’ble High Court of Gujarat at Ahmedabad against the Union of India, through the Ld. Secretary, Ministry of Finance; Central Board of Indirect Taxes and Customs, Department of Revenue, Ministry of Finance;; Commissioner, Central GST &amp; Central Excise, Surat Commissionerate; and Additional Commissioner, Central GST &amp; Central Excise, Surat Commissionerate.</p>
(b)	Expected financial implications, if any, due to compensation, penalty etc.	The Company believes it has adequate factual and legal grounds to substantiate its position. Considering the expected relief, the Company anticipates that the entire demand will be set aside. Accordingly, there is no impact on the financial position, operations, or other activities of the Company.
(c)	Quantum of claims, if any	<p>The total demand has been raised, as below:</p> <ul style="list-style-type: none"> <li>• Tax: ₹20,78,59,147 (IGST refund: ₹9,44,68,777 + ITC refund: ₹11,33,90,370)</li> <li>• Interest: As applicable under Section 50 of the CGST Act, 2017 (not quantified in the order)</li> <li>• Penalty: ₹20,78,59,147 (equal to the tax amount, under Section 74(1)).</li> </ul>
Regularly till the litigation is concluded or dispute is resolved:		
(a)	The details of any change in the status and / or any development in relation to such proceedings.	Not applicable

(b)	In the case of litigation against key management personnel or its promoter or ultimate person in control, regularly provide details of any change in the status and / or any development in relation to such proceedings.	Not applicable
(c)	In the event of settlement of the proceedings, details of such settlement including terms of the settlement, compensation/penalty paid (if any) and impact of such settlement on the financial position of the listed entity.	Not applicable