

Date: November 27, 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 (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Favorable Order from the Hon'ble High Court of Gujarat

Ref: Our earlier disclosure dated August 26, 2025, regarding filing of Writ Petition.

Dear Sir/Madam,

Pursuant to Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and the SEBI Master Circular SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024, we wish to inform you of a material development regarding the litigation disclosed by the Company on August 26, 2025.

Sarla Performance Fibers Limited ("the Company") has received a favorable Common Oral Judgment dated November 20, 2025, from the **Hon'ble High Court of Gujarat at Ahmedabad** (copy uploaded on November 27, 2025).

The Hon'ble High Court, in the matter of Special Civil Application No. 3081 of 2025 With R/SPECIAL CIVIL APPLICATION NO. 12157 of 2025, has **allowed** the writ petition filed by the Company. The Court has quashed and set aside the Order-in-Original dated July 31, 2025, passed by the Additional Commissioner, Central GST & Central Excise, Surat Commissionerate, which had raised a demand under Rule 96(10) and Rule 89(4B) of the CGST Rules, 2017.

The Hon'ble Court held that following the Notification No. 20/2024 dated October 8, 2024, the omission of Rule 96(10) and Rule 89(4B) applies to all pending proceedings. Consequently, the proceedings against the Company have lapsed.

The details as required under Regulation 30 of the SEBI Listing Regulations read with the SEBI Master Circular are enclosed herewith as **Annexure-A**.

This is for your information and records.

Thanking You,
For Sarla Performance Fibers Limited

Krishna Jhunjunwala
Managing Director
DIN: 00097175

Annexure A

Details required under Regulation 30 of the SEBI (LODR) Regulations, 2015 read with SEBI Master Circular SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024)

Sr. No.	Particulars	Details
1.	Name of the Authority/Court	Hon'ble High Court of Gujarat at Ahmedabad
2.	Nature and details of the action(s) taken, initiated or order(s) passed	<p>The Company has received a favorable Common Oral Judgment dated 20.11.2025 (in Special Civil Application No. 3081 of 2025 With R/SPECIAL CIVIL APPLICATION NO. 12157 of 2025 and connected matters).</p> <p>The Hon'ble High Court has:</p> <ol style="list-style-type: none"> 1. Allowed the Writ Petition filed by the Company. 2. Quashed and Set Aside the Order-in-Original No. SURAT/GST/ABS/30/2025-26 dated July 31, 2025, issued by the Additional Commissioner, Central GST & Central Excise, Surat Commissionerate.
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	<p>Order dated November 20, 2025.</p> <p>Copy uploaded on November 27, 2025.</p>
4.	Details of the violation(s)/contravention(s) committed or alleged to be committed	<p>The original dispute pertained to allegations by the GST Department regarding non-compliance with Rule 96(10) and Rule 89(4B) of the CGST Rules, 2017, alleging undue availment of IGST refund while importing inputs duty-free.</p> <p>The Department had raised a total demand of approximately ₹ 41.57 Crores (comprising Tax demand of ₹ 20.78 Crores and an equivalent Penalty of ₹ 20.78 Crores), along with applicable interest.</p>
5.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	<p>Positive Impact:</p> <ol style="list-style-type: none"> 1. Removal of Liability: The entire demand of ~₹ 41.57 Crores (Tax + Penalty) stands quashed. There is no longer any contingent liability on the Company regarding this matter. <p>There is no adverse impact on the operations or financial position of the Company.</p>