

22nd January 2025

BSE Limited
Corporate Relationship Dept
1st Floor, Rotunda Building,
P.J. Towers, Fort, Mumbai – 400 001

National Stock Exchange of India Limited
5th floor, Exchange Plaza, Plot No.C-1
Block “G” Bandra Kurla Complex
Bandra (East) Mumbai – 400 051

BSE Code : 504112

NSE Code : Nelco EQ

Dear Sirs,

Sub: Disclosure under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 30 (3) read with Para B of Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-2/CIR/ P/2024/185 dated December 31, 2024, following is an update/ change in the status of the litigation or dispute relating to one of the Income Tax related matter which was reported to the exchange vide our letter dated 14th August 2023. The occurrence of event was 22nd January, 2025 at 05:04 p.m.:

Sr. No.	Disclosure	Update
1.	The details of any change in the status and / or any development in relation to such proceedings	The Finance (No.2) Act, 2024 has introduced “The Direct Tax Vivad Se Vishwas Scheme, 2024” (“the Scheme”) to settle tax disputes. The Company has opted for the Scheme and would be filing the requisite application under the Scheme to settle the dispute related to Gain on calculation of Slump Sale under Income Tax Act 1961 for Assessment Year 2011-12. The Company’s application under the Scheme would be subject to verification by Assessing Officer. Based on verification, Form 2 will be issued to the Company confirming amount agreed to be settled under the Scheme subject to other terms and conditions thereon.
2.	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
3.	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.	In the event of acceptance of application of the Company by the Assessing Officer, the Company’s liability in this matter shall get reduced from Rs. 1095 lakhs to approximately Rs. 497 lakhs.

	<p>Settlement in this matter will have no additional cash outflows, as Income Tax refunds from earlier years have already been adjusted against this amount.</p> <p>This settlement will result in recognition of one-time tax liability of earlier years of approximately Rs. 497 lakhs in the statement of profit and loss which was earlier disclosed under contingent liability. Further contingent liability related to this matter will get reduced to Nil.</p> <p>Beside this there is no material impact on the operations or activities of the Company with respect to the above.</p>
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This intimation is also being uploaded on Company's website www.nelco.in.

Please take the above on record.

Yours faithfully,
NELCO Limited

Ritesh Kamdar
Company Secretary & Head – Legal
ACS No. 20154