

November 5, 2024

To

BSE Limited
Floor 25, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Security Code – 539978

National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex,
Bandra (East),
Mumbai – 400 051
NSE Symbol - QUESS

Dear Sir/Madam,

Sub.: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

Pursuant to Regulation 30 read with Para A of Part A of Schedule III of Listing Regulations, we hereby submit the disclosure regarding the demand and penalty orders passed by the Income Tax Department, Government of India (“**IT Department**”) to the entity named E-NXT Financials Limited (“**E-NXT**”). These orders pertain inter alia to demand/penalties for the assessment years 2015-2016 onwards until 2018-19. In this regard, we request you to note as follows:

1. E-NXT amalgamated into Tata Business Support Services Limited (“**TBSS**”) (Subsequently known as Conneqt Business Solutions Limited (“**Conneqt**”)) pursuant to the scheme of amalgamation sanctioned by The Bombay High Court, through the order dated May 8, 2015, with the appointed date being April 1, 2014 (“**Amalgamation Order**”).
2. TBSS filed a consolidated return of income for AY 2015-16 including the business of E-NXT which was assessed by the tax authorities accepting the returned income on November 7, 2017.
3. Thus, E-NXT ceased to exist post amalgamation with TBSS, and this information was intimated by TBSS to the IT Department vide a letter dated July 14, 2014.
4. Thereafter, Quess Corp Limited acquired 51% stake in TBSS/Conneqt in November, 2017 and 100% of the stake in April 2021.

Given that E-NXT did not exist for the assessment years post AY 2015-2016, these claims are unfounded and we believe that these demands are not maintainable as the notices/ demands issued by the IT Department are for assessment years when E-NXT ceased to exist and accordingly we will again intimate of these facts to the IT department and make an assessment to exercise any of our other legal rights.

The detailed disclosure pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 is enclosed herewith as **Annexure – I**.

The Company will keep the exchanges informed on periodic updates on the said matter.

This is for your information and record.

Yours sincerely,

For Quess Corp Limited

Kundan K Lal
Company Secretary & Compliance Officer

Quess Corp Limited

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Annexure I

Disclosures as per the SEBI Listing Regulations and SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023

No	Particulars	Details
1	Name of Authority Initiating the action/passing the order.	Income Tax Department, Government of India
2	Nature and details of the action(s) taken, initiated or order(s) passed	Pertaining to various orders/ penalty orders of the IT Department against E-NXT including: (i) For outstanding demands; (ii) Penalty proceeding for non-submission of response to notices; (iii) Penalty proceeding for not getting audited under provisions of the Income Tax Act, 1961 (“IT Act”); (iv) Penalty under section 270A of the IT Act for under reporting of income; (v) Penalty for failure to maintain books of accounts; and (vi) Demand order under Section 147 of the IT Act.
3	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	Notice received on 04 November 2024, the notices/orders continue to be issued in the name “E-NXT Financials Limited” and not directly in the name of ‘TBSS/Conneqt or Quess Corp limited’. TBSS/Conneqt filed the combined Income Tax Return for AY 2015-16 onwards, as the amalgamation was effective from April 1, 2014 (which was appointed date approved by The Bombay High Court), and received ‘NIL’ demand for the said Assessment Year and subsequent Assessment Year has been assessed and taxes are paid, where applicable.
4	Details of the violation(s) / contravention(s) committed or alleged to be committed	Please refer to point no. 2.
5	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	The demand as per above mentioned notice is Rs. 180.05 Crores for non-filing of Income Tax Returns by E-NXT. There is no impact on financial, no impact on operation or other activities of the Company as the tax assessment of E-NXT for AY 2015-16 onwards has been done along with TBSS/Conneqt. Based on our assessment, we believe that these demands are not maintainable as E-NXT was not in existence for assessments years which these orders relate to. The Company is in the process of responding to these demands/orders and restating that E-NXT has ceased to exist as a separate legal entity from 2015 and hence these demands/orders are not maintainable.

Quess Corp Limited

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