

14th February, 2025

The Manager,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

The Manager,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra-Kurla Complex,
Bandra (E),
Mumbai - 400 051

BSE Scrip Code: 544320

NSE Symbol: CARRARO

Sub.: Intimation under Regulation 30 read with Para A of Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).

Dear Sir/Madam,

With reference to the above-mentioned Listing regulations, we would like inform you that the Company has received an initial Show Cause Notice from the faceless assessment unit of the income-tax department, under the provisions of Section 144B of the Income-tax Act, 1961, requiring the Company to furnish response against proposed variations to its total income.

The initial Show Cause Notice has been received by the Company on 13th February, 2025 at 7.04 p.m.

The Company will be filing detailed reply to the Show Cause Notice within the prescribed timelines with the required factual evidences and explanations, basis the legal advice, substantiating its position and the Company believes that it would receive a favourable relief upon submission of the replies.

The details required under Para A of Part A of Schedule III of the Listing Regulations read with SEBI Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated 11th November, 2024 are enclosed as Annexure A.

Thanking you,

Yours faithfully,
For Carraro India Limited

Nakul Shivaji Patil
Company Secretary and Compliance Officer
Membership No.: A39990

Encl.: As above.

Annexure A

Sr. No.	Details of Events that need to be provided	Information of such events(s)
1.	Name of the authority	Assessment Unit, Income-tax Department
2.	Nature and details of the action(s) taken or order(s) passed.	Issuance of initial Show Cause Notice dated 13 th February, 2025
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	13 th February, 2025 This is only a show cause notice and there are no ad interim orders
4.	Details of violation(s)/contravention(s) committed or alleged to be committed.	<p>Show Cause Notice has been issued by the assessment unit of the income-tax department citing variation to be made to the total income of the Company amounting to Rs. 10,06,74,63,516/- , disregarding the factual submissions made by the Company, with respect to additions primarily with respect to:</p> <ol style="list-style-type: none"> 1. Transfer pricing assessment order dated 28 January 2024; 2. Adhoc disallowance on account of mismatch of the value of imports as per CBIC without providing detailed information about such information; 3. Adhoc disallowance of certain expenditures reflected in the financial statements of the Company; and 4. Adhoc disallowance of Interest accrued but not due on borrowings. <p>The Assessment Unit has required the Company to furnish response and factual information in response to the above.</p>
5.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	<p>The Company will be filing detailed reply with facts , figures and justification to the Show Cause Notice before the Adjudicating Authority within the prescribed timelines with the required evidences substantiating its tax position.</p> <p>There is no immediate impact on financial, operations or other activities of the Company. owing to this Show Cause Notice.</p> <p>The Company believes, basis the legal advice, that it would receive a favourable relief upon submission of the factual evidences on substantiating its tax position to Adjudicating Authority within the prescribed timelines.</p>