



04th October, 2023

To

The BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai-400001
Scrip Code: 540203

The National Stock Exchange India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra(E), Mumbai-400051
NSE Symbol: SFL

Subject: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015

Dear Sir/Madam,

Please note that the Company has received a Show Cause Cum Demand Notice from the Commissioner of GST Intelligence, Gautam Budh Nagar, Greater Noida 201306 under section 16 of the Central Goods and Services Tax Act, 2017 ("the Act"), on October 04, 2023 alleging a tax demand of ₹ 20.26 Crores/- in addition with the an equivalent penalty of Rs. 20.26 Crores/- and applicable interest on the said demand.

The alleged demand and the impugned Show Cause Cum Demand Notice pertains to account of wrong availment of transitional input credit and other wrong availment of input tax credit of GST.

The Company will be filing appropriate response to the said Show Cause Cum Demand Notice within the prescribed timelines.

The details as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular dated July 13, 2023 is enclosed herewith as an Annexure 1.

The above information will also be made available on the Company's website at www.sheelafoam.com.

Yours truly,
For Sheela Foam Limited

Md. Iquebal Ahmad
Company Secretary & Compliance Officer

SHEELA FOAM LTD.

#14, Sleepwell Tower , Sector 135, Noida- 201301

Ph: Int-91(0)-120-4868400 • Fax: Int-91-(0)-120-4162282, 4162283 • Email: contactus@sheelafoam.com
Regd. Office: 604 Ashadeep, 9 Hailey Road, New Delhi-110001, India • Ph: Int-91(0)-11-23316875-76

Toll Free: 1800 103 6664 • www.sleepwellproducts.com • www.sheelafoam.com

CIN-L74899DL1971PLC005679

Annexure 1

Name of the authority	Office of the Commissioner Central Tax and Central GST, Gautam Budh Nagar, Greater Noida 201306
Nature and details of the action(s) taken, or order(s) passed	Show Cause Cum Demand Notice requiring the Company to Show Cause as to why GST amounting to ₹ 20.26 Crores should not be demanded and recovered under Section 16 of the Central Goods and Services Tax Act, 2017 (“the Act”) and charged the penalty of ₹ 20.26 Crores and applicable interest on the said demand.
Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	October 4, 2023
Details of the violation(s)/contravention(s) committed or alleged to be committed;	Show Cause Cum Demand Notice alleges the following: (1) Wrong availment of transitional input credit. (2) Other wrong availment of input tax credit of GST.
Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	The Company has received a Show Cause Cum Demand Notice alleging a tax demand of ₹ 20.26 Crores/- in addition with an equivalent penalty of Rs. 20.26 Crores/- and applicable interest on the said demand Based on the advice of its tax advisors, the Company will be filing appropriate response to the said Show Cause Cum Demand Notice within the prescribed timelines.

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