



SE/2023-24/116

March 12 2024

The BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai – 400001 Scrip Code: 543942, 958095, 959644	National Stock Exchange of India Limited 5th Floor, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra East, Mumbai – 400 051 NSE symbol: UTKARSHBNK
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Dear Sir/Madam,

Sub: Intimation under Regulation 30 read with Schedule III, Part A, Para B of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto ('Listing Regulations')

Pursuant to Regulation 30, read with Schedule III, Part A, Para B of the SEBI Listing Regulations, we inform that the Bank has received an intimation / issue letter dated March 11, 2024, regarding rectification u/s 143(1)(a) of the Income Tax Act, 1961, from the DC/ACIT of Income Tax, CPC, Varanasi, raising demand of Rs. 51,97,38,595/- ("Demand") for AY 2023-24.

The Bank believes that all its tax filings are based on extant provisions of the income tax. Accordingly, the Bank expects to get relief from the concerned appellate authorities.

The details as per SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 is enclosed as **Annexure-1**

Request to kindly take the same on record.

Thanking You
Yours Faithfully,

For **Utkarsh Small Finance Bank Limited**

Muthiah Ganapathy
Company Secretary & Compliance Officer



Annexure-1

Disclosure as per Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, along with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023

Sr. No.	Particulars	Disclosure
a.	Name of the authority	Income Tax Department
b.	Nature and details of the action(s) taken, initiated or order(s) passed;	<p>The Bank has received an intimation / issue letter from the DC/ACIT of Income Tax, CPC, Varanasi, rejecting the rectification application u/s 154 against the intimation u/s 143(1)(a) raising demand of Rs. 51,97,38,595/- (“Demand”).</p> <p>The intimation also communicates to Bank to file appeal with CIT(A) NAFAC.</p> <p>While filing Bank’s income tax return for AY 2023-24, the Bank had opted for concessional tax rate which applies to domestic companies and accordingly filed return of Income with a refund claim of Rs. 2,31,07,604/-</p> <p>The Bank has been claiming taxation under the concessional tax rate regime since AY 2020-21 and the Bank has been granted the said benefit in accordance with the provisions of Income Tax Act for earlier assessment years.</p> <p>However, for AY 2023-24, in the intimation received from the DC/ACIT of Income Tax, CPC, Varanasi, has rejected the said claim and computed the tax liability based on the standard tax rate which has resulted in the disputed Demand.</p>
c.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	March 11, 2024
d.	Details of the violation(s)/contravention(s) committed or alleged to be committed;	Not Applicable
e.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	<p>The Bank is going to file an appeal against the intimation in due course and may also pursue other available legal recourse with respect to recovery and to get the demand deleted.</p> <p>The Bank believes that all its tax filings are based on extant provisions of the income tax laws.</p> <p>Accordingly, the Bank expects to get relief from the concerned appellate authorities.</p>