

Letter No. FMFL/SEC/2024-25/SE-36**Date: 15.06.2024**

The Manager Listing Department National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block Bandra Kurla Complex, Bandra (E), Mumbai – 400051 Scrip Code: FUSION	The Manager Listing Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001 Scrip Code: 543652
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Sub: Disclosure under Regulation 30(2) of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Clause 20 of Para A of Part A of Schedule III.

Dear Sir(s),

Pursuant to regulation 30(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR Regulations) read with clause 20 of Para A of Part A of Schedule III of the LODR Regulations, the details of Income tax orders received by the Company from Income Tax Authority are enclosed herewith as **Annexure A** and **Annexure B**.

You are requested to kindly take note of the above information on your records.

Thanking you,

Sincerely,

For Fusion Micro Finance Limited

Deepak Madaan
Company Secretary & Chief Compliance Officer
Membership No. A24811
Place: Gurugram

Annexure A:-

Name of the Authority	Income Tax Officer, Ward International Taxation 1(3)(1)
Nature and details of the action(s) taken, or orders. (s) passed	The order passed under section 201 of the Income Tax Act, 1961 for AY 2020-21, directed to make payment of Rs. 16,62,03,454/- in total including interest. (Total tax liability Rs.9,54,65,663/-, Interest liability Rs. 7,07,37,791/-)
Date of receipt of direction or order including and ad-interim or interim orders or any other communication from the authority	14 June 2024
Details of the violation (s) /contravention (s) committed or alleged to be committed	The alleged order under section 201 of the Act pertains to the non-deduction/lower deduction of tax on interest payment made to foreign NCD holders and the Company has been treated as "deemed to be an assessee in default". It has been alleged that interest payment attracts tax withholding @ 20% plus cess and surcharge u/s 196D read with section 115AD of the Act instead of tax already withheld @5% plus cess and surcharge under section 194LD of the Act.
Impact on financial, operation or other activities of the listed entity quantifiable in monetary terms to the extent possible	The Company will contest the order passed by the adjudicating authority by filing an appeal before the appropriate authority. The Company believes that it has adequate legal grounds to reasonably substantiate its position in this matter and does not expect any material impact on financial, operation or other activities of the company due to the said Order.

Annexure B:-

Name of the Authority	Income Tax Officer, Ward International Taxation 1(3)(1)
Nature and details of the action(s) taken, or orders. (s) passed	The order passed under section 201 of the Income Tax Act, 1961 for AY 2021-22, directed to make payment of Rs. 11,18,43,066/- in total including interest. (Total tax liability Rs.7,10,23,805/-, Interest liability Rs. 4,08,19,261/-)
Date of receipt of direction or order including and ad-interim or interim orders or any other communication from the authority	14 June 2024
Details of the violation (s) /contravention (s) committed or alleged to be committed	The alleged order under section 201 of the Act pertains to the non-deduction/lower deduction of tax on interest payment made to foreign NCD holders and the Company has been treated as "deemed to be an assessee in default". It has been alleged that interest payment attracts tax withholding @ 20% plus cess and surcharge u/s 196D read with section 115AD of the Act instead of tax already withheld @5% plus cess and surcharge under section 194LD of the Act.
Impact on financial, operation or other activities of the listed entity quantifiable in monetary terms to the extent possible	The Company will contest the order passed by the adjudicating authority by filing an appeal before the appropriate authority. The Company believes that it has adequate legal grounds to reasonably substantiate its position in this matter and does not expect any material impact on financial, operation or other activities of the company due to the said Order.