



KALPATARU PROJECTS INTERNATIONAL LIMITED
(Formerly Kalpataru Power Transmission Limited)

KPIL/23-24
29th September, 2023

BSE Limited Corporate Relationship Department Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai - 400 001 <u>Scrip Code: 522287</u>	National Stock Exchange of India Ltd. 'Exchange Plaza', C-1, Block 'G', Bandra-Kurla Complex Bandra (E) Mumbai – 400 051 <u>Scrip Code: KPIL</u>
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Sub.: Disclosure of Continuing Events/Information as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“LODR”)

Dear Sir / Madam,

Pursuant to Regulation 30(4) of LODR, the Company is required to disclose continuing event or information, which has become material as per the amended provisions.

Accordingly, the Company in accordance with the requirements of SEBI Circular dated 13th July, 2023, is required to disclose pendency of continuing litigations or disputes, the outcome of which can reasonably be expected to have an impact on the Company.

Based on the Company's assessment, prevailing law and basis the legal advice in certain matters, the outcome of litigations / disputes is not reasonably expected to have any material financial impact on the Company and hence details of the same are not required to be disclosed. However, the Company is disclosing the details of pending Tax litigations / disputes, that breach materiality thresholds, as per Annexure enclosed herewith.

Kindly take the same on your records and oblige.

Thanking you,

Yours faithfully,

For **Kalpataru Projects International Limited**

Shweta Girotra
Company Secretary and Compliance Officer

**Pending material Litigations relating to the Company and Unincorporated Joint Venture(s)/Consortium of the Company
pertaining to Taxes**

SN	Particulars	1.	2.
a.	Name of the opposing party	Various authorities for Entry Tax, CST and VAT, Service Tax matters, Goods and Service Tax matters under Central Goods and Services Tax Act, 2017 and various state GST laws	Various authorities under Income Tax Act, 1961
b.	Court/tribunal/agency where litigation is filed	Before various authorities of various states in India including Commissioner (A), Additional Commissioner (A), Joint / Dy. Commissioner (A), [VAT, CST, Entry Tax, Excise, GST] VAT Tribunal(s), Appellate and Revisional Board, AAAR, CESTAT, High Court, Supreme Court, etc.	Commissioner of Income Tax (Appeals), Income Tax Appellate Tribunal and High Court
c.	Brief details of dispute/litigation;	<p>Various appeals filed or under process of filing, by the Company</p> <p>Under VAT, CST, Entry Tax - Due to disallowance of Input Tax Credit (on account of disallowance of labour & like charges, alleged non-submission of requisite forms etc.), Works contract Tax credit, enhancing taxable turnover, reduction in refund, levy of Entry Tax etc.</p> <p>Under Service Tax - Levying of service Tax on certain income received by the Company or services provided by the Company, claimed under exemption, non-eligibility of the Company under composition scheme for ongoing works contract, Denial of CENVAT credit, refund etc.</p> <p>Under GST - Disallowance of Input Tax Credit due to mismatch in input tax credit claimed by the Company vis a vis Form 2A of GST portal, disallowance of Trans-1 credit, rejection of refund including of GST TDS etc.</p>	Various appeals filed or under process of filing, by the Company, for various assessment year(s), due to disallowance u/s. 80-IA, 14(A), disallowance of various expenses, erroneous estimation of net profit under Block assessment, other disallowances, addition of income, Treating of carbon credit as revenue receipt etc.
d.	Expected financial implications, if any, due to compensation, penalty etc.;	The expected financial implications cannot be determined at this stage as the final orders are still awaited. However, provisions have been made in the books of accounts, wherever considered necessary based on legal advice received and various judgements.	
e.	Quantum of claims, if any;	Total amount involved in above matters is ~ INR 142.86 Crores	Total amount involved in above matters is ~ INR 80.70 Crores

Note 1: The above statement does not include the litigations / disputes with respect to tax matters, wherein the probable impact of the outcome has been already provided in the books of accounts of the Company or wherein the opposing party has gone into appeal against favourable Order received by the Company/consortium wherein the Company is a member or wherein rectification/revision applications in respect of mistakes apparent from records have been filed.

Note 2: Considering large operations including in various countries and numerous contracts and also due to recent amalgamation process, the compilation of relevant details was in process and took considerable time and hence, resulted in some delay in disclosure.