



Neuland Laboratories Limited
11th Floor (5th Office Level),
Phoenix IVY Building,
Plot No.573A-III, Road No.82,
Jubilee Hills, Hyderabad - 500033,
Telangana, India.

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August 14, 2023

To
BSE Limited
Phiroze Jeejeebhoy Towers, 25th Floor,
Dalal Street, Mumbai - 400 001

The National Stock Exchange of India Ltd
Exchange Plaza,
Bandra Kurla Complex
Bandra (E), Mumbai - 400 001

Scrip Code: 524558

Scrip Code: NEULANDLAB; Series: EQ

Dear Sir/Madam,

Sub: Disclosure under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Pending Litigation/Dispute

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations) read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, details of pending litigation or dispute which has become material pursuant to revised criteria of materiality as per the SEBI Listing Regulations, is enclosed herewith as **Annexure - A**.

This is for your information and records.

Thanking you

Yours Sincerely,
For Neuland Laboratories Limited

Sarada Bhamidipati
Company Secretary

Encl: As above

Annexure - A

Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Pending Litigation/Dispute

Pursuant to Regulation 30 of SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, details of pending litigation or dispute which has become material pursuant to revised criteria of materiality as per the SEBI Listing Regulations, is disclosed below:

Sl. No.	Pending Litigation/Dispute	Amount as at March 31, 2023 (Rs. Lacs)
1	Disputed income tax liability for Assessment Year 2004-05 (Refer Note 1)	693.33
2	Public litigation against land parcel allotment by Andhra Pradesh Industrial Infrastructure Corporation Limited ("APIIC") (Refer Note 2)	1,934.30

Notes:

1. The Income tax authorities had re-opened the income tax assessment of the Company for the assessment year 2004-05 later than the periods permitted by the provisions of the Income Tax Act, 1961 and thereby demanded an additional tax amount of Rs. 693.33 lacs on account of disallowance of certain prior period expenditure recognized by the Company in the computation of gross total income for the assessment year then ended. Aggrieved by the order of the Income Tax department, the management had filed an appeal with the higher authorities which had been successfully decided in favour of the Company. The Income Tax department has however filed an appeal with the Hon'ble High Court of Telangana in this regard, which is pending final outcome. However, on the basis of its internal assessment and considering the order of the first level appellate authority, the Company is confident of securing an favourable order from the High Court and accordingly, no adjustments have been made to the standalone financial statements in this regard.
2. During 2004, the Company was allotted land parcel by the then Andhra Pradesh Industrial Infrastructure Corporation Limited ("APIIC") for setting up a basic research and development centre. Subsequently public interest litigation was filed challenging allotments made by APIIC as unconstitutional and to cancel the allotments and resume the lands in all cases where the development has not commenced or the substantial progress has not been made as per the terms of allotments and regulations. The Company has been named as one of the parties to the said public interest litigation and the case is currently pending for hearing at Hon'ble High Court of Telangana. If there is an adverse ruling against the Company, the estimated financial impact on the Company could be Rs. 1,934.30 lacs. During the year, the Board of Directors of the Company approved transfer of said property by way of perpetual lease to various parties subject to receipt of requisite approvals, which has been disclosed to the Stock Exchanges vide our letter dated November 23, 2022. The transaction is yet to receive approval from the regulatory authorities.
3. Both the above pending litigation / dispute have been disclosed in the Annual Report of the Company for the FY 2022-2023 under Note 40 read with Note 36 to Standalone Financial Statements. Please refer Page 179, 181 and 182 of the Annual Report for the FY 2022-2023.