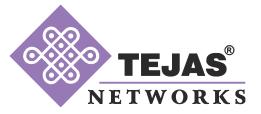
# Tejas Networks Ltd.

Regd. Office: Plot No. 25, 5th Floor J.P. Software Park, Electronic City Phase 1 Hosur Road, Bengaluru 560 100, India Tel : +91- 80- 4179 4600/700/800 Fax: +91- 80- 2852 0201



August 14, 2023

The Secretary National Stock Exchange of India Ltd Exchange Plaza, C/1, Block G, Bandra Kurla Complex, Bandra (East) Mumbai – 400 051 NSE Symbol: TEJASNET The Secretary BSE Limited P J Towers, Dalal Street, Mumbai – 400 001 BSE Scrip Code: 540595

Dear Sir/Madam,

# <u>Re: Details under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read along with SEBI Circular SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023</u>

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), read with SEBI Notification No. SEBI/LAD-NRO/GN/2023/131 dated June 14, 2023 and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, we hereby submit brief details of pending litigations based on materiality thresholds as prescribed by the SEBI as below.

Amount in crore

Particulars	March 31, 2023
Disputed Central Excise Demands	46.24
Disputed Income Tax Demands	-
Disputed CST and VAT Demand	0.51

These cases are pending at various forums with the concerned authorities. Outflows if any, arising out of these claims would depend on the outcome of the decision of the appellate authorities and the Company's right for future appeals before judiciary. No reimbursements are expected.

### Customs Excise and Service Tax Appellate Tribunal (CESTAT)

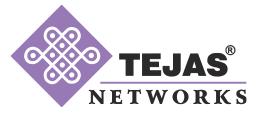
The Company had received demand orders for Rs. 42.92 crore towards additional duty and penalty from the Customs Excise and Service Tax Appellate Tribunal (CESTAT) on the applicability of excise duty on software used in the multiplexer products pertaining to FY 2002-2003 to FY 2009-2010. Further, an additional penalty on certain officers of the Company amounting to Rs. 0.90 crore was raised.

The Company has filed a stay application before the Honorable Supreme Court and has also filed an appeal before CESTAT. As at March 31, 2023, the Company has paid a pre-deposit of Rs. 2.38 crore (March 31, 2022: Rs. 2.38 crore) The Company had received a demand order for Rs. 3.32 crores for FY 2010-2011 to FY 2013-2014 on similar matters. During the current year, the Company has filed for appeal before CESTAT for which company has paid a pre-deposit of Rs. 0.23 crore (March 31, 2022: Nil).

Based on an assessment, supported by an external legal opinion, Management has concluded that the Company has a strong case to defend its position in the above matters and accordingly, no provision has been made in these financial statements.

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#### **Income Tax Department**

In July 2017, Income Tax Department initiated proceedings under Section 132 of the Income Tax Act, 1961 for assessment years 2012-2013 to 2018-2019. Subsequently, the Company received orders disallowing certain expenses resulting in reduction of brought forward/ carried forward losses for these assessment years. The Company has filed appeal against the orders disputing the disallowances.

During the year 2019-2020, 2020-2021 and 2022-2023 certain other agencies sent notices as part of their inquiries, which were duly responded / attended by the Company and its officials. The management is of the view that the outcome of these proceedings/ notices has no material adverse impact on the Company's financial statements.

Pursuant to proceedings under Section 132 of the Income Tax Act, 1961 mentioned above, in March 2018, the Income Tax Department sent a show cause notice to the company under Section 276C of the Income Tax Act for AY 2012-2013 to 2018-2019. The Company and its officials fully co-operated with the Department.

During FY 2018-2019, the Company and certain officers of the Company had received Summons under various Sections of the Income Tax Act, 1961 from the Special Court for Economic Offences, to which the Company has responded.

Further, we wish to state that there is no material change from April 1, 2023 till August 14, 2023 which has a bearing on the quantitative/qualitative materiality threshold as prescribed by SEBI.

The above information is also being made available on the website of the Company at <u>www.tejasnetworks.com</u>.

Kindly take the above information on record and acknowledge

Yours sincerely For Tejas Networks Limited

N R Ravikrishnan General Counsel, Chief Compliance Officer & Company Secretary