

UFL/SEC/2024

July 8, 2024

**The National Stock Exchange of India Limited.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra –Kurla Complex
Bandra (E), Mumbai – 400 051**

**The BSE Ltd.
Corporate Relationship Dept.
1st Floor, New Trading Ring
Rotunda Bldg., P.J. Towers
Dalal Street, Mumbai – 400 001**

Scrip Code: UFLEX

Scrip Code: 500148

Subject : Disclosures under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

This is further to our earlier communication dated March 29, 2024, regarding the receipt of show cause notices aggregating to Rs.4.55 crores for FY 2019-20, 2021-22 and 2022-23 by its subsidiary i.e. USC Hologram Private Limited from Goods and Service Tax Authority, Hyderabad, Telangana.

We wish to inform that Asst. Commissioner (ST), Basheerbagh – I Circle, Abids Division, Hyderabad has passed the following orders dated 6th July, 2024 (received on 8th July, 2024).

Pursuant to the order passed Claims of the GST authorities aggregating to Rs.59.64 lacs raised vide show cause notices pertaining to Financial year 2019-20, 2021-22 & 2022-23 reported in our earlier communication dated 29th March, 2024, as aforesaid, have been dropped:

- Variation in quantity supplied (Number of Holograms/Heals). [FY 2019-20, 2021-22 & 2022-23]
- Excess claim of ITC (P&L vs. GSTR 9 [FY 2019-20 & 2021-22])

We wish to inform further that the department had earlier issued a show cause notice for Rs.3.95 cores for FY 2019-20, 2021-22 and 2022-23 under Rule – 37 of the GST Rules, 2017 for ITC reversal on non-payment to suppliers within 180 days, which too was reported in the previous communication dated: 29/03/2024. Since the payment had already been made by the Company to the suppliers, the department has thus, confirmed the demand for Rs.2.02 crores towards payment of interest on delayed payment as per rule 37 of the cited GST Rules.

Further, USC Holograms Private Limited has also received fresh show cause notices for the financial year 2018-19 & 2020-21 from Goods and Service Tax Authority, Hyderabad, Telangana.

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The details relating to demands confirmed and fresh show cause notices issued, as required under Listing Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 is enclosed as **Annexure-1** and **Annexure-2**.

Further, USC Holograms Private Limited will be filing an appeal against the demand raised with the appropriate authorities within the prescribed timelines and shall also be filing a reply to the Show Cause Notices before with the appropriate authorities within the prescribed timelines.

Kindly take the same on record.

Thanking you.

Yours faithfully,
For **UFLEX LIMITED**

(Ritesh Chaudhry)
Sr. Vice President - Secretarial &
Company Secretary

Encl : As above

Details required under Regulation 30 read with Schedule III Part A of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13th July, 2023:

Annexure 1

USC Holograms Private Limited (Details of Orders Received)

S. No.	Particulars	Details
a)	Name of the authority	Assitant Commissioner (ST), Basheerbagh –I Circle Abids Division, Hyderabad
b)	Nature and details of the action(s) taken, initiated or order(s) passed	Orders passed by Assistant Commissioner (ST), Basheerbagh –I Circle, Abids Division, Hyderabad.
c)	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	July 8, 2024
d)	Details of the violation(s)/contravention(s) committed or alleged to be committed	Demand of Interest on ITC Reversal on Non-Payment to suppliers with 180 days under Rule – 37 of the GST Rules, 2017, aggregating to Rs. 2,02,86,842/- as follows: -Financial year 2019-20 - Rs. 51,29,576/- -Financial year 2021-22 - Rs. 97,30,578/- -Financial year 2022-23 - Rs. 54,26,688/-
e)	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	Demand of Interest of Rs. 2,02,86,842/- There is no major impact on the financial, operation or other activities of the Uflex Limited or its subsidiary USC Holograms Private Limited due to the said orders.

Further, USC Holograms Private Limited will be filing an appeal against the demand raised with the appropriate authorities within the prescribed timelines.

Annexure 2

USC Holograms Private Limited (Details of fresh Show Cause Notices Received)

S. No.	Particulars	Details
a)	Name of the authority	Assitant Commisioner (ST), Basheerbagh –I Circle Abids Division, Hyderabad
b)	Nature and details of the action(s) taken, initiated or order(s) passed	Issuance of Show Cause Notices by Assistant Commissioner (ST), Basheerbagh –I Circle, Abids Division, Hyderabad.
c)	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	July 8, 2024
d)	Details of the violation(s)/contravention(s) committed or alleged to be committed	Show Cause Notices have been issued by GST Authority for the period 2018-19 and 2020-21 alleging Tax liability on account of Demand of interest on late payment to the suppliers (beyond 180 days) & non-reversal of ITC u/r 37 of GST Rules, 2017 aggregates to Rs. 35.57 Lakhs.
e)	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	Demand of Interest of Rs. 35.57 Lakhs. There is no major impact on the financial, operation or other activities of the Uflex Limited or its subsidiary USC Holograms Private Limited due to this show cause notice.

Further, USC Holograms Private Limited will be filing a reply to the Show Cause Notices before with the appropriate authorities within the prescribed timelines.