

Date: August 12, 2023

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| <p>National Stock Exchange of India Limited The Listing Department “Exchange Plaza”, 5th Floor Plot No. C/1, G Block, Bandra-Kurla Complex Bandra (East), Mumbai – 400 051. NSE Symbol: SULA ISIN: INE142Q01026</p> | <p>BSE Limited Corporate Relationship Department, 2nd Floor, New Trading Ring, P.J. Towers, Dalal Street, Mumbai – 400 001. BSE Scrip Code: 543711 ISIN: INE142Q01026</p> |
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Sub: Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“SEBI Listing Regulations”)

Dear Sir / Madam,

This is to inform you that Sula Vineyards Limited (“**Company**”) has received a Notice to Show Cause dated 11/08/2023, issued by the Assistant Commissioner, Central CGST(Circle-IV). The details of the notice are as follows:

| Sr. No. | Particulars | Remarks |
|---------|--|--|
| 1. | Name of the authority | Assistant Commissioner, Central CGST(Circle-IV), Audit Commissionerate Nashik. |
| 2. | Nature and details of the action(s) taken, initiated or order(s) passed | <p>Pursuant to the GST Audit conducted by the Department for the Year 2017-18, 2018-19 & 2019-20, an Audit observation was raised by the Department for GST on various fees paid to the State Govt in the Form of Vend Fee, Export Fee, Excise Supervision charges & Label Registration Fees under Reverse Charge Mechanism.</p> <p>Response disagreeing with the audit observation was filed on 29/10/2022 followed by detailed explanation and Drop Proceeding Order received under Folio No.125/DC/NSK-I/ADJ/2022-23 dated 08/03/2023, on 12.04.2023 where the department had accepted the similar contention under Service tax regime.</p> |
| 3. | Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority | <p>11/08/2023</p> <p>The details of the Show Cause received under Sr No. 364/AG-15/AC/SULA/GST/2023-24 is as follows:</p> |

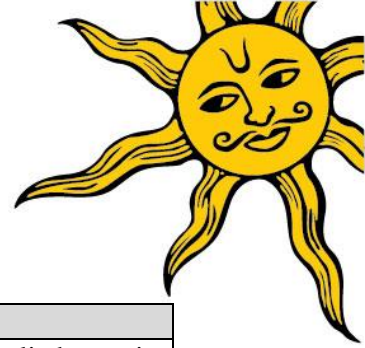


Sula Vineyards Limited

(formerly known as Sula Vineyards Private Limited)

Regd. Office: 901, Solaris One, N.S. Phadke Marg, Andheri (E), Mumbai 400069, Maharashtra, India.
Tel: 022-6128 0606/607 Email: info@sulawines.com CIN: L15549MH2003PLC139352

Winery: Gat 36/2, Govardhan Village, Gangapur-Savargaon Road, Nashik 422 222, Maharashtra, India Tel: +91 253 3027777/701
www.sulavineyards.com



| Sr. No. | Particulars | Remarks |
|---------|--|--|
| | | To produce within 30 days the evidences relied upon in support of the defence. |
| 4. | Details of the violation(s) / contravention(s) committed or alleged to be committed | The Show Cause is received by the Company on the ground that GST is payable under Reverse Charge mechanism on various fees paid to the State Government in the form of Vend Fee, Export fee, Excise Supervision charges, Label Registration Charges. |
| 5. | Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible | <p>There is no or negligible impact on the financial, operational or other activities of the company as we have been advised by our GST Advisors that the said liquor licensing fees paid are statutory and obligatory in nature and not against any services availed from the State Government and accordingly, the Company shall coordinate with the respective authority and provide the information/ documents as required in this regard.</p> <p>Notification No.25/2019-Central Tax (Rate) dt. 30/09/2019 specifically provides that Service by way of grant of alcoholic liquor licence, against consideration in the form of licence fee or application fee or by whatever name it is called” as neither a supply of goods nor supply of services.</p> |

You are requested to take the above information on your record.

Thanking you,

For Sula Vineyards Limited

Ruchi Sathe
Company Secretary and Compliance officer
Membership No. A33566



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