

WEL/SEC/2026

May 22, 2026

To,

BSE Limited Corporate Relationship Department, 2 nd Floor, New Trading Wing, Rotunda Building, P.J. Towers, Dalal Street, Mumbai – 400 001. Scrip Code: 532553	National Stock Exchange of India Limited Exchange Plaza, 5 th Floor, Plot No. C-1, Block-G, Bandra-Kurla Complex, Bandra (East), Mumbai – 400 051. NSE Symbol: WELENT
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Dear Madam / Sir,

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

Pursuant to Regulation 30 of SEBI Listing Regulations, we would like to inform that Welspun Sattanathapuram Nagapattinam Road Private Limited (a subsidiary of Welspun Enterprises Limited) (WSNRPL) has received Show Cause Notices (SCNs) dated May 20, 2026 from the Tamil Nadu State Goods and Service Tax (GST) Authority under Section 74 of the CGST Act, 2017.

The issue involved in the said SCNs primarily pertains to alleged difference between the turnovers reported by WSNRPL in Form GSTR-3B vis-à-vis reporting done by the Client in Form GSTR-7 (statement of GST TDS deduction filed by our Client) and alleged excess availment of Input Tax Credit ('ITC'). The alleged difference is due to the fact that our Client is deducting and reporting GST TDS for the complete project in the State of Tamil Nadu without considering the fact that the project falls in two States i.e. the State of Tamil Nadu as well as Union Territory of Puducherry and the GST TDS ought to have been deducted and reported separately for the two States. It may be noted that a similar issue was involved in an earlier show cause notice, wherein the demand was dropped / adjudicated by the jurisdictional tax authorities.

The Company believes that WSNRPL has a strong case on merits as WSNRPL has rightly discharged tax on services provided in the State of Tamil Nadu. WSNRPL will be filing a detailed reply against SCN before the appropriate authority after conducting necessary reconciliation. The Company does not foresee any material impact on financial or operational or other activities of the Company / WSNRPL on account of the above SCNs.

The above SCNs dated May 20, 2026, have been received by WSNRPL on May 21, 2026 at ~05:35 P.M.

The details as required under SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated January 30, 2026, is enclosed in **Annexure-1**.

You are requested to take the same on your records.

Yours faithfully,

For Welspun Enterprises Limited

Nidhi Tanna
Company Secretary
ACS – 30465

Welspun Enterprises Limited

Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (W), Mumbai 400013, India

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E-mail: companysecretary_wel@welspun.com | Website: www.welspunenterprises.com

Registered Address: Welspun City, Village Versamedi, Taluka Anjar, District Kutch, Gujarat 370110. India

T: +91 28 3666 2222 | F: +91 28 3627 9010

Corporate Identity Number: L45201GJ1994PLC023920

Annexure – 1

Sr. No.	Particular	Details
1.	Name of the authority	The Assistant Commissioner of State Tax, Tamil Nadu (State GST Authority)
2.	Period Covered in the Tax Litigation/Dispute	FY 2020-21, FY 2021-22, FY 2022-23, FY 2023-24, FY 2024-25 and FY 2025-26
3.	Nature and details of Tax Litigation/Dispute	6 (Six) SCN issued u/s 74 of CGST Act, 2017/ TNGST Act, 2017 proposing imposition of tax of Rs. 179,87,33,835/- along with applicable interest under Section 50 of CGST Act, 2017/ TNGST Act, 2017 and penalty of Rs. 179,87,33,835/- on account of alleged short payment of tax / excess availment of ITC.
4.	Date of receipt of Show Cause Notice/Order	SCNs dated May 20, 2026 Date of receipt of SCNs by WSNRPL – May 21, 2026
5.	Details of the violation /contravention committed or alleged to be committed	The SCNs have been issued primarily on account of difference between turnover reported in Form GSTR-3B by WSNRPL vis-à-vis Form GSTR-7 (Statement of GST TDS deduction) filed by the Client.
6.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	<p>WSNRPL is taking appropriate steps to file a detailed reply against each of the SCNs.</p> <p>The alleged difference is arising due to inaccurate reporting by our Client in the relevant Form GSTR-7 returns. The alleged difference is also due to the fact that our Client is deducting and reporting GST TDS for the complete project in the State of Tamil Nadu without considering the fact that the project falls in two States i.e. the State of Tamil Nadu as well as Union Territory of Puducherry and the GST TDS ought to have been deducted and reported separately for the two States. Further, a similar issue was involved in an earlier show cause notice, wherein the demand was dropped / adjudicated by the jurisdictional tax authorities.</p> <p>The Company / WSNRPL is of the view that the demands raised in the SCNs are without merits and are expected to be set aside during the adjudication proceedings.</p> <p>The Company does not foresee any material impact on financial or operational or other activities of the Company.</p>

Welspun Enterprises Limited

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