

Annexure 11

The summary details of the ongoing adjudication & recovery proceedings, prosecution initiated and all enforcement action taken, if any, against Royal Cushion Vinyl Products Limited ("Transferee Company"), its promoters and directors:

Sr. No.	Particulars	Litigation filed by	Current status	Amount involved
1.	Natroyal Industries Private Limited ("NIPL"), a group company, has taken certain credit facilities from State Bank of India, Mumbai ("SBI"). Some of the directors / promoters of the Transferee Company are guarantors to such credit facilities availed by NIPL. NIPL could not timely service the said credit facilities due to Covid-19 related situation and therefore, said loan account of NIPL was classified as non-performing asset by SBI in March 2021 and thereafter, SBI has filed a suit in Debts Recovery Tribunal, Mumbai ("DRT") against NIPL and its guarantors including the directors / promoters of the Transferee Company. The initial claim amount was Rs. 49.03 Crores as on December 31, 2021. Subsequently, NIPL has already paid an amount of Rs. 32.32 Crores against the claim amount of INR 49.03 Crores plus accrued interest. Therefore, the outstanding amount is Rs. 21.75 Crores, as acknowledge by SBI on October 12, 2023. Further, NIPL has paid an amount of INR 1.09 Crore against the said outstanding amount of INR 21.75 Crores.	State Bank of India	Pending – claim amount of SBI is being paid / settled by NIPL.	INR 21.75 Crores (net of payments already made)
2	The claimant, BHF Bank had filed a petition before the Hon'ble High Court at Bombay against the Transferee Company for recovery of certain claim amount, which was not acknowledged as debt by the Transferee Company / debt barred by limitation. The Said petition was dismissed by the Hon'ble High Court of Bombay vide an order dated June 26, 2019. Thereafter, the BHF Bank, under the name of ING Deutschland GmbH (as assignee) filed an Interim Application for restoration of the petition against the Transferee Company. The Transferee Company had already filed the affidavit in reply, in the subject matter and till date there are no adverse order/stay order/interim relief order passed by the Hon'ble High Court of Bombay, and hence the order dated June 26, 2019 is still in force.	BHF Bank / ING Deutschland GmbH	The Interim Application filed by claimant is pending for final disposal.	INR 45.86 Crores
3	Income Tax The Transferee Company has ongoing disputes with income tax authorities relating to tax treatment of certain items under the Income-tax Act, 1961 ("IT Act"). These disputes and/or disallowances have been raised by the income tax authorities. As at December 31, 2023, there are matters and/or disputes pending in appeal amounting to INR 0.46 Crores. The details of tax	Transferee Company	Both the appeals are pending for final disposal	INR 0.46 Crores



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	<p>demand for these assessment years are as follows:</p> <p>i. For assessment year 2004-05, the Assessing officer had disallowed deductions u/s 43B of IT Act for which penalty proceeding had been initiated u/s 271(1)(c) of IT Act, with a demand of INR 0.46 Crores. The Transferee Company has filed an appeal to CIT(A), which is pending for disposal.</p> <p>ii. For assessment year 2009-10, the Assessing officer had disallowed certain expense under the IT Act for which penalty proceeding had been initiated u/s 271(1)(c) of IT Act, with a demand of INR 28,562. The Transferee Company has filed Appeal to CIT(A), which is pending for disposal.</p>			
4	<p><u>Central Excise Duty</u> On account of valuation / Cenvat credit / service tax, an original order was passed by the Assistant Commissioner of Central Excise, Customs and Service Tax, Vadodara-II for an alleged demand of Service tax of INR 0.01 Crore for the period April 2008 to September 2008. An appeal was filed before Commissioner (A) who remitted back the matter for fresh adjudication. The matter is pending for disposal.</p>	Transferee Company	The matter is pending for disposal.	INR 0.01 Crore
5	<p><u>Custom Duty</u> During 1991, CESTAT stayed a demand order of INR 0.09 Crore passed against the Transferee Company for certain custom duty related disputes. The said matter is pending for disposal since many years.</p>	Transferee Company	The matter is pending for disposal.	INR 0.09 Crore
6	<p><u>Foreign Exchange Management Act ("FEMA") (previously know as Foreign Exchange Regulation Act ("FERA"))</u></p> <p>i. Under FERA, a penalty of INR 1 Crores was imposed on the Transferee Company for non-realisation of certain amount for exports made by the Transferee Company. An Appeal was filed by the Transferee Company at Appellate Tribunal, FEMA – New Delhi. The matter is pending for disposal.</p> <p>ii. Assistant Director, Directorate of Enforcement (FEMA/PMLA) Mumbai, had imposed penalty of INR 0.49 Crore for non-submission of Bill of Entries for certain imports done by the Transferee Company. The matter relates to remittances done in 1997. An Appeal was filed at Appellate Tribunal, FEMA – New Delhi. The matter is pending for disposal.</p>	Transferee Company	The matters is pending for disposal.	INR 1.49 Crore



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