

Date: 26.03.2025  
Ref : ETL/BSE/INT/061/24-25

To,  
The Corporate Relationship Department,  
BSE Limited,  
Floor 25, PJ Towers, Dalal Street,  
Mumbai – 400001.

**Scrip Code:** 531346 **Scrip ID:** EASTRED

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

Sir/Madam,

Pursuant to Regulation 30 read with sub-para 20 of Para A of Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Company has received a show cause notice along with an Order dated March 25, 2025 from Income Tax Department, Government of India including a demand notice under Section 156 of the Income Tax Act, 1961, demanding a sum of Rs.1,90,34,980/- in accordance with Section 274 read with Section 271AAC(1) of Income Tax Act. The Show cause Notice, Order and the Demand Notice have been received by the Company on March 25, 2025.

The Order is appealable and the Company is reviewing the Order and evaluating the next steps in the matter. Further the Company has time till 30 days to file an appeal. There is no material impact on financials, operations or other activities of the Company.

Information as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule III and the SEBI Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024, on the abovementioned penalty issue is enclosed as **Annexure A**.

We request you to take the above on record and note the compliance under relevant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking You

For **EASTERN TREADS LIMITED**

**Abil Anil**  
Company Secretary



**Eastern Treads Ltd.**

**CIN :** L25119KL1993PLC007213

**Reg. Office:** 3 A, 3rd Floor, Eastern  
Corporate Office, 34/137 E, N H Bye-Pass,  
Edappally P.O., Kochi, Kerala - 682 024, India.

**Factory :** Oonnukal P.O, Kothamangalam  
Ernakulam, Kerala - 686 693.

Phone : +91 484 7161100

E-mail : [treads@easterntreads.com](mailto:treads@easterntreads.com)

Web : [www.easterntreads.com](http://www.easterntreads.com)

Phone : +91 485 2855 448

**Annexure A**

No	Particulars	Details
1	Name of Authority Initiating the action/passing the order.	Income Tax Department, Government of India
2	Nature and details of the action(s) taken, initiated or order(s) passed	Company has received an order under section 143(3) read with section 144B of the Income tax Act, 1961. The penalty proceedings under section 274 read with section 271AAC(1) of Income-tax Act, 1961 is initiated as the company has received Notice under Section 156 of the Income-Tax Act, 1961 demanding a sum of Rs. 1,90,34,980.
3	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	March 25, 2025
4	Details of the violation(s) / contravention(s) committed or alleged to be committed	The Order and the Demand Notice alleges an expenditure adding to a sum of Rs. 1,97,23,417/- to the suppliers to be unexplained expenditure under Section 69(C) of the Income-tax Act, 1961. Consequently, the taxable income for Assessment Year 2023-24 has been reassessed by disallowing the expenditure amount of Rs. 1,97,23,417/- and thereby increasing the taxable income of the Company.
5	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	There is no impact on financial, operation or other activities of the Company.  Based on our assessment, we believe that the imposition of the aforesaid penalty is not maintainable. The Company shall review the order and shall take necessary steps within the stipulated time.



**Eastern Treads Ltd.**

**CIN :** L25119KL1993PLC007213

**Reg. Office:** 3 A, 3rd Floor, Eastern  
Corporate Office, 34/137 E, N H Bye-Pass,  
Edappally P. O., Kochi, Kerala - 682 024, India.

**Factory :** Oonnukal P.O, Kothamangalam  
Ernakulam, Kerala - 686 693.

Phone : +91 484 7161100

E-mail : [treads@easterntreads.com](mailto:treads@easterntreads.com)

Web : [www.easterntreads.com](http://www.easterntreads.com)

Phone : +91 485 2855 448