



Corporate Relations Department,  
BSE Limited,  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400001

PML/CS/BSE/2024/243  
Date: February 29, 2024

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

**SCRIP CODE: - 539113**

**Date and time of occurrence of the event / information:-** February 28, 2024 at 6 pm

Dear Sir/Madam,

In continuation to our earlier disclosure letter no. PML/CS/BSE/2021 dated 16-09-2021 under Regulation 30 of the SEBI (Listing Obligation and disclosure Listing Requirements) 2015, Regulations, hereinafter referred as ("Listing regulations") wherein we had informed the Exchange about the search operations conducted by the Directorate of Enforcement, Ministry of Finance, Government of India, Chandigarh at Chandigarh, Mohali, New Delhi, Jalandhar and Nawashahar offices of the Company along with residences of the Directors of the Company, Principal Officer of the Company and the Company Secretary of the Company under the provisions of Foreign Exchange Regulations Management Act, 1999.

We wish to further inform you that the said Department has completed its investigation in the said matter and the Company has now received a Show Cause Notice from the department under the provisions of Foreign Exchange Management Act (FEMA), 1999. Further, the relevant information pursuant to Regulation 30 of the Listing Regulations read with para A (20) of Part A of Schedule III of Listing Regulations, SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015, Circular no. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023 and para A (20) of Annexure I of SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13 July 2023, is enclosed herewith as an Annexure -A.



## Paul Merchants Limited

An ISO 9001 : 2015 Certified Company CIN : L74900DL1984PLC018679

Corp. Office. : PML House, SCO 829-830, Sector 22-A, Chandigarh-160022

Ph. 0172-5041740, 5041757, 5041792 Fax : 0172-5041713

Regd. Office : DSM 335, 336, 337, 3rd Floor, DLF Tower, 15, Shivaji Marg,

Najafgarh Road, New Delhi-110015 Ph. : 011-47529460

[www.paulmerchants.net](http://www.paulmerchants.net) [info@paulmerchants.net](mailto:info@paulmerchants.net)

You are requested to take the same on your records.

Thanking you,

Yours faithfully,

**For PAUL MERCHANTS LIMITED,**

**(HARDAM SINGH)**

**COMPANY SECRETARY & COMPLIANCE OFFICER**

**FCS-5046**



## Annexure-A

(i)	Name of the Authority	Directorate of Enforcement, Ministry of Finance, Government of India, Chandigarh
(ii)	Nature and details of the action(s) taken, initiated or order(s) passed	Show Cause Notice to M/s Paul Merchant Limited and its Principal Officer as to why adjudication proceedings as contemplated under section 16 and section 13 of FEMA, 1999 should not be held against them and why penalty as provided under section 13(1) of FEMA, 1999 should not be imposed.
(iii)	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the Authority	28-02-2024
(iv)	Details of the violation(s)/contravention(s) committed or alleged to be committed	<p>The said Office of the Directorate of Enforcement has alleged contravention by the Company under Section 10(5) of Foreign Exchange Management Act read with section 42 (1) and 42 (2) of FEMA, 1999 relating to conduct of thorough due diligence before undertaking transactions relating to release of Foreign Currency on behalf of Tour Operators and its failure to discharge its legal obligations regarding remittance of foreign currency amounting to Rs. 283,57,01, 944/-</p> <p>The Department has further alleged failure on the part of Principal Officer of the</p>



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		Company to conduct his duties under FEMA, 1999.
(v)	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	The impact of Show Cause Notice on financial, operation or other activities of the listed entity is not yet quantifiable in monetary terms and its final implications for the company will be known only after the final adjudication of the proceedings.