



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 info@paulmerchants.net

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

PML/CS/BSE/2025/228
Date: January 18th, 2025

SUBJECT:- INTIMATION UNDER REGULATION 30 OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

SCRIP CODE: - 539113

Date of Event/Information: January 17th, 2025

Time of Occurrence of Event/Information: 05:24 PM

Dear Sir,

In Continuation to our earlier disclosure letters no. PML/CS/BSE/2021 dated 16-09-2021 and PML/CS/BSE/2024/243 dated February 29, 2024 under Regulation 30 of the SEBI (Listing Obligation and disclosure Requirements), 2015, Regulations, hereinafter referred as ("Listing regulations") wherein we had informed the Exchange about the Show Cause notice received from the Directorate of Enforcement, Ministry of Finance, Government of India, Chandigarh on 28-02-2024 under the provisions of Foreign Exchange Management Act (FEMA), 1999 as to why adjudication proceedings as contemplated under Section 16 and Section 13 of FEMA 1999 should not be held and why penalty as provided under section 13(1) of FEMA, 1999 should not be imposed against the Company M/s Paul Merchant Limited and its Principal Officer.

We wish to further inform you that the Company and its Principal Officer had filed their respective applications on April 16, 2024 with Reserve Bank of India for compounding of alleged contraventions of the provisions of the FEMA, 1999 and the Rules/Regulations issued thereunder. While RBI admitted the compounding application filed by the Principal Officer of the Company, it intimated the Company that the applicant being an authorised person, the matter shall be dealt with under Section



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11(3) of FEMA, 1999. The said matter under Section 11(3) of FEMA, 1999 against the Company is pending as of now.

We have now received an order on 17.01.2025 passed by Reserve bank of India, Foreign Exchange Department, Mumbai under Section 15(1) of Foreign Exchange Management Act, 1999 and the Regulations/Rules/Notifications/Orders made thereunder in respect of compounding application filed by the Principal Officer of the Company. The relevant information pursuant to Regulation 30 of listing regulations read over with Para A 20 of Part A of Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Para A 20 of Annexure 18 of SEBI Circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024 is hereunder:-

a. **Name of the authority:-**

Reserve bank of India (RBI), Foreign Exchange Department, Mumbai

b. **Nature and details of the action(s) taken, initiated or order(s) passed:**

RBI in their Order has directed the Company to pay a sum of INR 11,40,000/- (Rupees Eleven Lakh Forty thousand only) towards compounding of the offenses made by the Principal Officer of the Company, which shall be deposited by the Company within a period of 15 days from the date of this order.

c. **Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority;**

The Company has received the said order from RBI, Foreign Exchange Department, Mumbai on 17.01.2025 at 05:24 PM (IST).

d. **Details of the violation(s)/contravention(s) committed or alleged to be Committed;**

Contravention under Section 10(5) read with Section 11(1) and 42 (1) of FEMA, 1999 relating to conduct of thorough due diligence before undertaking 1138 transactions relating to release of Foreign Currency on behalf of Tour Operators during the period from September 06, 2017 to August 01, 2018



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e. Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.

To the extent of compounding amount of Rs. 11,40,000/- (Rupees Eleven Lakhs Forty Thousand only) imposed by RBI.

Except the monetary impact to the extent of Rs. 11,40,000/- (Rupees Eleven Lakhs Forty Thousand only), the Company does not foresee any other material impact on financial or operational or other activities of the Company, pursuant to this order.

Kindly take the same on your records.

Thanking You.

Yours Faithfully,

For PAUL MERCHANTS LIMITED

**(HARDAM SINGH)
COMPANY SECRETARY CUM COMPLIANCE OFFICER
F5046**