



April 28, 2025

BSE Limited

Department of Corporate Services,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

National Stock Exchange of India Limited

The Listing Department,
Exchange Plaza,
Bandra Kurla Complex,
Mumbai - 400 051

Scrip Code: 543396

Symbol: PAYTM

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

Dear Sir / Ma'am,

This is to inform you that our subsidiary company, First Games Technology Private Limited ("First Games"), has notified us today at 6:07 p.m. IST that in relation to an ongoing GST matter in the online gaming industry for over 18 months, they have received a Show Cause notice ("SCN"), wherein the Directorate General of GST Intelligence ("DGGI") has taken a view that GST liability should be computed at 28% on the total entry amount, as against 18% GST paid on the platform fee (revenue) generated by the gaming companies. This is an industry-wide issue where the GST department has sent notices to several gaming companies previously. This matter is currently pending with the Honourable Supreme Court and they have granted interim relief by staying further proceedings.

In line with the industry, First Games will also be filing a writ petition challenging the SCN on legal grounds, including the retrospective application of the GST amendment dated October 1, 2023, and / or the interpretation of the GST regulation prior to the amendment. The writ petition will seek interim relief at par with others in the gaming industry and accordingly, First Games will challenge the proposed liability of INR 5,712 crores (as mentioned in this SCN) along with applicable interest and penalties, for the period from January 2018 to March 2023.

This SCN does not have any impact on the operations or other activities of One 97 Communications Limited ("OCL"). First Games is considered as a "JV" for Group consolidation perspective as per Accounting standards, hence its revenues are not consolidated, and our share of its profit/ loss as per Equity method, is less than 1% of OCL's Consolidated Profit / Loss for the financial year ended March 31, 2024. The carrying value of Investment in First Games in the Consolidated Financial Statements of OCL as on March 31, 2024 is already Nil. OCL's exposure to First Games is limited to approximately INR 225 crores, primarily on account of shareholder loan (including applicable interest) as on December 31, 2024.

The details of the above notice as required under the SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD2/P/CIR/2025/25 dated February 25, 2025 and SEBI Master Circular No. SEBI/HO/CFD/PoD2/ CIR/P/0155 dated November 11, 2024 are enclosed in **Form A**, in respect of the captioned matter.



I, the undersigned, state and declare that the information and details provided in **Form A**, in compliance with Regulation 30(13) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, is true, correct and complete to the best of my knowledge and belief.

This disclosure will also be hosted on the Company's website viz. <https://ir.paytm.com/>.

Kindly take the same on record.

Thanking you,
Yours Sincerely,
For One 97 Communications Limited

Sunil Kumar Bansal
Company Secretary and Compliance Officer

**Form A**

S. No.	Particulars	Details
1	Name of the listed company	One 97 Communications Limited ("OCL")
2	Type of communication received	Show Cause Notice received by First Games Technology Private Limited, ("First Games"), a subsidiary of the OCL.
3	Date of receipt of communication	28-April-2025
4	Authority from whom communication received	Directorate General of GST Intelligence, Delhi Zonal Unit, New Delhi (DGGI)
5	Brief summary of the material contents of the communication received, including reasons for receipt of the communication	Show Cause Notice to First Games under section 74(1) of the CGST Act, 2017, UPGST Act, 2017 and section 20 of the IGST Act, 2017, proposing GST demand of INR 5712 crores and applicable interest and penalty, for ongoing GST matters against online gaming industry wherein DGGI has taken a view that GST liability should be computed @ 28% on total entry amount as against 18% GST being paid on platform fee by online gaming companies.
6	Period for which communication would be applicable, if stated	January 2018 to March 2023
7	Expected financial implications on the listed company, if any	NIL
8	Details of any aberrations/non-compliances identified by the authority in the communication	As mentioned above in point no. 5
9	Details of any penalty or restriction or sanction imposed pursuant to the communication	Penalty as applicable u/s 74(1), 122(1) and 125 of CGST Act, 2017, UPGST Act, 2017 and Section 20 of IGST Act, 2017.
10	Action(s) taken by listed company with respect to the communication	NIL
11	Any other relevant information	NIL