

Date: August 29, 2022

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

Re: Scrip Code: 514394

Subject: Further Disclosure under Regulation 30 Part A, Para B of Schedule III of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

Reference: Our Earlier Disclosures on the same matter dated 24.01.2022, 26.01.2022 and 20.07.2022

Dear Sir/ Madam

In continuation to our early disclosures related to the actions of the Enforcement Directorate ("ED") under an investigation of certain loan defaults alleged by a Kerala based Bank against the Promoter and certain company (s) controlled by him in Kerala and subsequent seizure of all the assets of Atlas Jewellery India Limited ("Company") in January 2022 leading to a complete disruption of the business and operations of the Company from the date of said seizure.

The disruptions caused due to the said actions of the ED not only brought the Company's retail and sales operations to a standstill leading to the shut down of its retail showrooms, but also led to en masse resignation of all the independent directors, exit of key employees, thereby causing immense disruption in the day to day running of the Company.

The Actions of the ED has instantaneously damaged the "Atlas" Brand image and reputation which has been built both in India as well as cross the globe over four decades. By shutting down the operations of the Indian Company the ED's actions may also adversely impact its 6000 plus small shareholders and the numerous small retail customers the Company has been serving in India since 2014 onwards.

Further on the aforesaid ED matter, we would like to provide certain other relevant information/ clarification as under:

Extract of Order passed by Adjudicating Authority on the seizure of assets of the Company by ED:

The relevant portion of the order passed by the Adjudicating Authority is extracted below-

".... It is in the interest of investigation and in the interest of justice that the application of the ED be allowed and the retention of records, Indian currency, stock and the instant order be permitted to continue.

..... The Appeal may be filed within a period of 45 days from the date of receipt of the order or within the time limit as applicable...."

Impact of the above Order of the Adjudicating Authority:

Since the Order has allowed ED to retain the assets of the Company, the key impact key, interalia on the Company and its operations is as under-

(A) the Company's operations and other critical activities would remain suspended.

- (B) The Company would face immense difficulties/ may not be able to immediately clear the dues of its statutory and regulatory vendors including Bombay Stock Exchange, NSDL or fulfil other statutory and regulatory obligations.
- (C) It would also find it difficult to repay the advances received from its esteemed retail customers , its jewellery vendors/ Karigars, etc .
- (D) The Company also would find it immensely difficult to attract and employee professional and qualified whole-time directors and independent directors in the immediate future and this will further impact adversely impact the Company and.

As Promoter of the Company, I assure all stakeholders that I am trying my utmost to set-right things, however considering the present financial position of the Company , the lack of Board members and key employees it would indeed be a challenge-

- (E) For the Company to mount the required legal challenge to the ED's actions both in terms of litigation expenses as well as Company's ability to provide the necessary support to the litigation team/Advocates, etc.
- (F) To keep the existing office and other infrastructure running.
- (G) To ensure that the existing skeletal staff continue to remain with the organisation at this critical juncture.

This is for your information and records.

Thanking You

Yours Faithfully

For ATLAS Jewellery India Limited



(M.M.Ramachandran)
Promoter
U.A.E