



STATEMENT OF SPECIAL TAX BENEFITS

To,
The Board of Directors
Hariom Pipe Industries Limited
Plot 3-4-174/12/2, 1st Floor,
Samarpan lane beside Spencer's Pillar No. 125,
Attapur, Hyderabad, Telangana – 500048

Dear Sirs,

Re: Statement of possible Special Tax Benefits (the “Statement”) available under the Direct and Indirect Tax laws to Hariom Pipe Industries Limited (the “Company”) and its Shareholders, prepared in accordance with the requirements under Para 9 (L) of Part A under Schedule VI of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended.

We report that the enclosed statement in the **Annexure**, states the possible special tax benefits under direct and indirect tax laws including the Income-tax Act 1961, Goods and Services Tax Act, 2017, Customs Act, 1962 and Foreign Trade Policy 2021-2026 relevant to the financial year 2021-22 presently in force in India, available to the Company, and its shareholders for inclusion in the red herring prospectus (“RHP”) and prospectus (“**Issue Documents**”). Several of these benefits are dependent on the Company and its shareholders as the case may be, fulfilling the conditions prescribed under the relevant provisions of the statute. Hence, the ability of the Company or its shareholders to derive the special tax benefits is dependent upon their fulfilling such conditions, which based on business imperatives the Company and its shareholders faces in the future and accordingly the Company, and its shareholders may or may not choose to fulfill.

The benefits discussed in the enclosed **Annexure** are not exhaustive. This statement is only intended to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences and the changing tax laws, each investor is advised to consult his or her own tax consultant with respect to the specific tax implications arising out of their participation in the proposed issue of equity shares (the “Proposed Issue”) by the Company. Neither are we suggesting nor advising the investor to invest in the Proposed Issue based on this statement.

We do not express any opinion or provide any assurance as to whether:

- (i) the Company and its shareholders will continue to obtain these benefits in future; or
- (ii) the conditions prescribed for availing the benefits have been/would be met with.
- (iii) the revenue authorities/courts will concur with the views expressed herein

The contents of the enclosed statement are based on information, explanations and representations obtained from the Company and on the basis of our understanding of the business activities and operations of the Company.

Our views expressed in the statement enclosed are based on the facts and assumptions indicated above and in the statement. Our views are based on the existing provisions of law and its interpretation, which are subject to change from time to time. We do not assume responsibility to update the views consequent to such changes. Reliance on the statement is on the express understanding that we do not assume responsibility towards the investors who may or may not invest in the Proposed Issue or to any third party relying on the statement.

This statement has been prepared solely in connection with the Proposed Issue by the Company under the Securities and Exchange Board of India (“SEBI”) (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended.

We hereby give consent to include this statement of special tax benefits in the Red Herring Prospectus and Prospectus and in any other material used in connection with the Proposed Issue.



RAKESH S JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS

Email : rsjainassociates@rediffmail.com
Mobile : 9849025641
Ph. No. 040-24657175
5-4-8, Mitta Chambers, 2nd Floor, Flat No. 201,
J.N. Road, Abids, Hyderabad - 500 001. (T.S.)

Yours faithfully,

For and on behalf of

M/s Rakesh S Jain & Associates

Chartered Accountants

Firm Registration Number: 010129S

Pankaj Chandak

Partner

ICAI Membership Number:229355

Date: 10/02/2022

Place: Hyderabad

UDIN: 22229355ADGVAP2006

Encl: As above



ANNEXURE TO THE STATEMENT OF SPECIAL TAX BENEFITS AVAILABLE TO HARIOM PIPE INDUSTRIES LTD. (THE "COMPANY") AND ITS SHAREHOLDERS

1. Special tax benefits available to the Company

Type of Tax	Act	Under Section	Description
Direct-tax	Income Tax Act'1961	80JJAA	<i>Deduction in respect of employment of new employees.</i> 80JJAA. (1) Where the gross total income of an assessee to whom section 44AB applies, includes any profits and gains derived from business, there shall, subject to the conditions specified in sub-section (2), be allowed a deduction of an amount equal to thirty per cent of additional employee cost incurred in the course of such business in the previous year, for three assessment years including the assessment year relevant to the previous year in which such employment is provided.

2. Special benefits available to the Shareholders.

There are no special tax benefits available to the shareholders of the Company for investing in the shares of the Company.