

**WRIT APPEAL NO: 1051 of 2025**

N S L Textiles Limited

...Appellant

Vs.

State of Andhra Pradesh and others

...Respondents

Advocate for Appellant

:

Mr. O. Manohar Reddy, Senior
Counsel appearing for Ms. Gorantla
Sri Ranga Pujitha

Advocate(s) for Respondent(s) :

GP for Industries & Commerce

**CORAM : THE CHIEF JUSTICE DHIRAJ SINGH THAKUR
SRI JUSTICE CHALLA GUNARANJAN****DATE : 27th January, 2026****P C :**

Mr. O. Manohar Reddy, learned Senior Counsel appearing for the appellant, states that apart from the balance amount which is due and payable on account of sales tax incentives, the appellant is also entitled to claim interest on the unpaid amount which the respondents withheld illegally.

It is, however, fairly stated that the amount, which is being claimed on account of interest, far exceeds the principal amount which is due and payable to the appellant. The interest is being sought at the rate of 9%.

With a view to enable the Government to take a call on the issue, learned Senior Counsel is not averse to making a proposal with regard to reduction in the rate of interest to an extent which becomes lucrative for the Government to enable them to take a decision in the interregnum and settle the matter with the appellant.

Necessary instructions be obtained by learned counsel for the parties in this regard.

List on 10.02.2026.

In the meantime, nothing shall prevent the respondents from paying to the appellant the balance of the admitted amount considering the fact that an amount of Rs.19.00 Crores admittedly was paid after the decision of the learned single Judge in the writ petition and after the filing of the instant writ appeal.

DHIRAJ SINGH THAKUR, CJ

CHALLA GUNARANJAN, J

Vjl