

January 9, 2025

BSE Limited
1st Floor, New Trading Ring
Rotunda Building
P.J. Towers, Dalal Street, Fort
MUMBAI – 400001, India

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G-Block
Bandra-Kurla Complex, Bandra (E)
MUMBAI – 400051, India

Scrip Code: 517334**Symbol: MOTHERSON**

Subject: Update under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

This is in reference to the disclosure made by Samvardhana MotherSON International Limited (“**the Company**”) vide letter dated July 4, 2023 read with letter(s) dated March 26, 2024, March 29, 2024, March 30, 2024 and August 1, 2024, thereby, *inter-alia*, informing (a) investment of 12% optionally convertible secured note (**‘Note’**) of Prysm Systems Inc (**‘Prysm’**) by MSSL Consolidated Inc. (**‘MSSL Consol’**), an indirect wholly owned subsidiary of the Company; and (b) conditions precedent to conversion of outstanding 12% optionally convertible secured notes not been satisfied by Prysm, MSSL Consol not exercising its option for conversion of the said Notes into Equity Capital of Prysm.

In respect to above, following status update is submitted:

- 1) Development of Gen 3 prototype as per agreed specification and associated conditions is still work in progress and is expected to take some more time. The development requires additional funding to complete related work and processes.
- 2) To ensure the continuity of the development work and to ensure full ownership of the resultant assets and the path breaking patented technology by MSSL Consol, a statutory foreclosure process and public auction for Prysm’s assets is being initiated.
- 3) To achieve the objective outlined in point 2 above, MSSL Consol, served notice of Prysm’s default under all outstanding Notes (aggregating to USD 19.875 mn, i.e., convertible debt of USD 15.275 mn and Non-Convertible Debt at 12%: USD 4.6 mn) and notice of public auction

- 4) In lieu of repayment of debt called for by MSSL Consol, Prysm on January 8, 2025, has initiated foreclosure process which may have an outcome for MSSL Consol to acquire title to substantially all of Prysm's assets upon finalization and execution of a statutory foreclosure process and public auction of Prysm's assets; and
- 5) Till completion of aforesaid process, MSSL Consol has agreed to provide drip financing of up to \$3,800,000 as a part of the process to ensure the continuation of its operations.

It is also submitted that considering an early-stage investment in technology driven entity, the Company, as per conservative accounting policies, had already provided for these investments in its financial statements over a period and will not have any adverse impact on profitability of the Company. Further, additional details on fore-closure process will be intimated before end of the fiscal year ending March 31, 2025.

The above is for your information and records.

Thanking you,

Yours truly,
For Samvardhana Motherson International Limited

Alok Goel
Company Secretary