

Date: 16th July, 2024

To,
Department of Corporate Services,
BSE Limited,
P J Towers, Dalal Street,
Mumbai- 400 001.
BSE: Scrip Code: 531112

To,
Listing Department,
National Stock Exchange of India Limited,
"Exchange Plaza", C-1, Block-G,
Bandra Kurla Complex, Bandra (E),
Mumbai- 400 051.
NSE Trading Symbol: BALUFORGE

Sub: - Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Press Release

Dear Sir/Madam,

With reference to the captioned matter, please find enclosed the Press Release regarding the proposed fund raising of Rs.496.80 Crores through combination of preferential issue of equity shares and fully convertible warrants to strengthen its manufacturing capacity and capability to play its role in making India *atmanirbhar* or self-reliant in defence, railways and aerospace sector and turning the vision of Viksit Bharat into reality. We are enclosing herewith a copy of press release issued by company on same for investor and public information at large.

Kindly take the above information on your records.

Thanking You,
Yours Truly,

For Balu Forge Industries Limited

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BEGUM Date: 2024.07.16
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Tabassum Begum
Company Secretary & Compliance Officer
Membership No.: A58602





CIN: L29100MH1989PLC255933

Registered Office: 506, 5th Floor, Imperial Palace, 45 Telly Park Road, Andheri (East), Mumbai – 400 069.

Balu Forge Industries Limited to raise funds of Rs. 496.80 Crores through combination of preferential issue of equity shares and fully convertible warrants

Mumbai, 16 July, 2024: Balu Forge Industries Ltd. (BFIL), a leading precision engineering and manufacturing company, has announced a fund-raise of **Rs. 496.80** Crores in a combination of preferential issue of equity shares and fully convertible warrants to strengthen its manufacturing capacity and capability to play its role in making India *atmanirbhar* or self-reliant in defence, railways and aerospace sector and turning the vision of Viksit Bharat into reality.

The board of BFIL has approved an issue of **45,00,000** equity shares of face value of **Rs. 10** each at a premium price of **Rs. 350** per equity share aggregating up to **Rs. 162,00,00,000** by way of preferential issue to the non-promoter public category investors. The board has also approved an issue of **63,00,000** fully convertible warrants to the non-promoter public category investors and **30,00,000** fully convertible warrants to the promoter category at an issue price of Rs.360 per warrant.

BFIL will majorly deploy a majority of the funds to undertake special R&D initiatives to further enhance the special engineering capability in the field of defence and aerospace components. The company will further add a new capability in the form of a Direct Drive Screw Press Line capable of producing aerospace and high precision components and SPM line for defence production. The product mix includes an extensive large portfolio covering railways, defence and aerospace industries.

Commenting on the fund-raise, **Mr. Trimaan Chandock, Whole-Time Director, Balu Forge Industries Ltd.** said, "The fund-raise is a part of our strategy to further diversify our manufacturing capacity to usher in the next phase of growth. Our efforts are in line with the government's mission to promote indigenous manufacturing in defence, aerospace and railways through Make in India. Our continued focus will be on building a robust and progressive manufacturing framework to drive sustainable value for our stakeholders and to build capacity and boost self-reliance in defence, railways and aerospace manufacturing. We are aligning our resources and strategic vision in sync with the Viksit Bharat – Prime Minister Shri Narendra Modi's vision for a developed India."

BFIL is actively engaging with a number of companies globally for Transfer of Technology (ToT) and contract manufacturing agreements especially in the space of defence, railways and aerospace.

The company has plans to deploy capital to procure Solid Wheel Rolling Machinery which will help the company to produce railway wheel up to 1300 mm, one of the largest railway wheels globally. The company will be capable to supply wheel-sets (wheels and axle assembly) for 1300 mm dia railways wheels.

BFIL is working towards further enhancing its machining capacity to position itself as a leading precision machining player in the industry in terms of capacity and capability.

For further information on the Company, please visit www.baluindustries.com

About Balu Forge Industries Ltd

Balu Forge Industries Ltd (BFIL) was Incorporated in 1989 & is engaged in the manufacturing of fully finished and semi-finished crankshafts and Forged Components. It has the capacity to manufacture components conforming to both New Emission Regulations & the New Energy Vehicles. The company has a fully Integrated Forging & Machining production infrastructure with a large product portfolio ranging from 1 Kg to 1000 Kgs. The Company has a 80+ global distribution networks and operates through both domestic and export segments. The customers include some of the renowned suppliers and manufacturers of light vehicles, agricultural equipment, power generation equipment, commercial vehicles, off-highway vehicles, ships, locomotives, and many others. The company also caters to the defence, oil & gas, railway, marine amongst other industries.

Balu Forge Industries Ltd

Tabassum Begum

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