

Ref: AL/SE/012022/04

Date: 21st January, 2022

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

BSE Limited
Phiroze Jeejeebhoy Towers,
2nd Floor, Dalal Street,
Mumbai - 400 001

Re.: - Arshiya Limited ("the Company") -

NSE Scrip Name: ARSHIYA

BSE Scrip Code: 506074

Sub: Company updates on Approved Scheme of Demerger

Dear Sir /Madam,

The Demerger of Arshiya Limited has been a keenly awaited step in the long-planned restructuring of the Group.

The resulting demerger will split the group into two mirror listed entities:

- the asset light, high margin, high growth potential Free Trade Warehousing Zone (FTWZ) business housed under Arshiya Limited (including Arshiya Northern FTWZ Limited /Khurja FTWZ) which accounts for over 90% of EBITDA;
- the other a lower growth, higher capital employed business housed under Arshiya Rail Infrastructure Limited (the resulting entity) which accounts for less than 10% of EBITDA.

The debt will be split near equally between the two listed entities. With growth funding for warehouse construction readily available through the partnership with CapitaLand, and proceeds of ongoing sale and leaseback of constructed warehouses used to repay outstanding debts, Arshiya Limited will move to an envisaged debt free status in a few years.

Under the current scheme, the listed company, Arshiya Limited, which has the Free Trade Zone business will continue to stay listed, and ARIL (the demerged RAIL + ICD business) will list separately in due course. The demerged balance sheet will be announced in the forthcoming Quarter 3 results.




Arshiya Limited

We believe this restructuring will go a long way in shareholder value creation on the back of world class assets.

We request you to take the above on your record.

Thanking you,

Yours faithfully,

For ARSHIYA LIMITED



Ratika Gandhi

Company Secretary & Compliance Officer

Membership No. A29732

