

THE UGAR SUGAR WORKS LIMITED.

Works * Ugar Khurd – 591 316, Dist.Belgaum, Karnataka
E-mail * helpdesk@ugarsugar.com
Regd. Office * Mahaveernagar, Sangli – 416 416, Maharashtra.
E-mail * usw.sangli@ugarsugar.com.

Phone * -91 8339 274000 (5 Lines) Fax * -918339 272232
Website * www.ugarsugar.com
Phone * -91 233 2623717, 2623716 Fax * -91 233 2623617
TIN No. * 29520007001, PAN-AAACT7580R
GSTIN NO * 29AAACT7580R1ZD. ECC No.AAACT7580 RXM001.
(CIN – L15421PN1939PLC006738)

Sec/

Date: 25/10/2023

To,
The Executive Director,
Bombay Stock Exchange Ltd.,
P J Towers, Dalal Street,
Mumbai.
Tel No: (022) 22721234
Fax No: (022) 22721278/22722039

To,
Corporate Communications
National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai - 400 051
Tel No: (022) 26598148
Fax No: (022) 26598120

Dear Sir,

Sub: Copy of Order of the National Company Law Tribunal, Mumbai Bench (“Hon’ble NCLT”) in the matter of Scheme of Amalgamation (Merger by Absorption) between Ugar Theatres Private Limited (‘Transferor Company’) and The Ugar Sugar Works Limited (‘Transferee Company’), and their respective Shareholders and Creditors (‘Scheme’)

Pursuant to the provisions of Regulation 30 read with Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“**SEBI Listing Regulations**”), we wish to inform you that the Hon’ble NCLT has passed an order (“**Order**”), approving the Scheme whereby and where under *inter-alia* the Transferor Company shall be merged with the Company.

A certified copy of the Order, as uploaded by the Hon’ble NCLT on its website today (i.e. on 2nd November 2023), is enclosed herewith.

We request you to take the above on record and the same be treated as compliance under the applicable provisions of the SEBI Listing Regulations.

Thanking you,
Yours faithfully,
For The Ugar Sugar Works Ltd.

Tushar Deshpande
Company Secretary
M. No: A45586

IN THE NATIONAL COMPANY LAW TRIBUNAL,
MUMBAI BENCH

C.P. (CAA)/110/MB-III/2023

Connected with

C.A. (CAA)/240/MB-III/2022

In the matter of the Companies Act, 2013;
AND

In the matter of Sections 230 to 232 and
other applicable provisions of the
Companies Act, 2013 and Rules framed
thereunder;

AND

In the matter of Scheme of Amalgamation
(Merger by Absorption) between Ugar
Theatres Private Limited ('Transferor
Company') and The Ugar Sugar Works
Limited ('Transferee Company'), and their
respective Shareholders and Creditors
(‘Scheme’)

UGAR THEATRES PRIVATE LIMITED,)
CIN: U33205PN1977PTC199900)
a Company incorporated under the)
Companies Act 1956 having its registered office)
at C/o. The Ugar Sugar Works Limited,)
Survey No.189/1, Vakhrbhag, Mahaveer Nagar,)
Sangli - 416416, Maharashtra, India)

... First Petitioner Company/
Transferor Company

THE UGAR SUGAR WORKS LIMITED,)
CIN: L15421PN1939PLC006738)
a Company Incorporated under the)
Companies Act 1913 having its registered office)
at Mahaveer Nagar, Sangli - 416416,)



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MUMBAI BENCH C.P. (CAA)/110/MB-III/2023
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Maharashtra, India

) ... Second Petitioner Company/
Transferee Company

(Hereinafter referred to as "Petitioner Companies")

Order reserved on 7th September 2023

Order delivered on 20th October 2023

Coram:

Ms. Lakshmi Gurung : Member (Judicial)

Sh. Charanjeet Singh Gulati : Member (Technical)

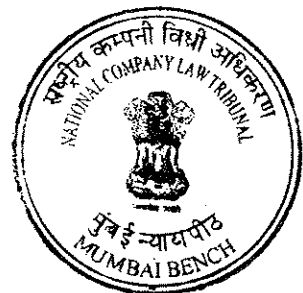
Appearances:

For the Applicants : Adv. Hemant Sethi, Ms.
Devanshi Sethi i/b Hemant
Sethi & Co. Advocates

Per: Sh. Charanjeet Singh Gulati, Member (Technical)

Order

1. Heard learned counsel for the Petitioner Companies. No objector has come before this Hon'ble National Company Law Tribunal ("Tribunal) to oppose the Scheme and nor has any party controverted any averments made in the Petition.
2. The sanction of the tribunal is sought under Sections 230 to 232 and other relevant provisions of the Companies Act, 2013 and the Rules framed thereunder for the Scheme of Amalgamation (Merger by Absorption) between Ugar Theatres Private Limited ("**Transferor Company**'/ '**First Petitioner Company**') and The Ugar Sugar

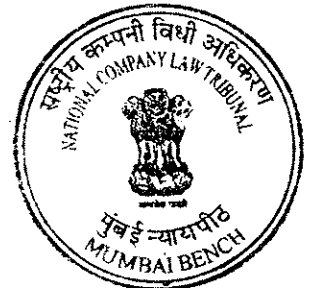


IN THE NATIONAL COMPANY LAW TRIBUNAL,
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Works Limited (**Transferee Company**)/ **Second Petitioner Company**) and their respective shareholders (**Scheme**).

3. The Transferor Company and the Transferee Company approved the said Scheme of Amalgamation by passing the Board Resolutions at their respective Board Meeting held on **21st September 2021** and **22nd September 2021** respectively. The said resolutions are annexed to the Company Scheme Petition as Annexure **E1 & E2**.
4. The Appointed Date of the scheme is **1st April 2022**.
5. Learned Counsel states that the Petitioner Companies have complied with all the requirements as per the directions of the Tribunal given vide Order in **C.P.(CAA)110/MB/2023** and that they have filed necessary Affidavits of compliance with this Tribunal. Moreover, the Petitioner Companies undertake to comply with all statutory requirements, if any, as required under the Companies Act, 2013 and the Rules made thereunder. The said undertaking is accepted.
6. **Nature of Business of the Petitioner Companies:**
 - 6.1 The Transferor Company was incorporated to carry on the business of Producers, Distributors, Dealers, Exporters, Importers and Cinematograph films and construction, purchase, take on lease or otherwise acquire Studios, Cinema Halls, Theatre Halls, Drama Halls and Entertainment Halls, either in whole or in part for the purpose of carrying on business of Producer, Distributors, Exhibitors, Importer and Exporter of Cine Film. It is stated that presently there is no business activity in the Transferor Company.



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- 6.2 The Second Applicant Company is engaged in the business of sugar manufacturing, manufacturing from the molasses combustible fuel or petrol or such other substances subject to Government approval, manufacture, prepare or extract, subject to Government approval, power and/or industrial alcohol or its bye-products by setting up necessary machinery for the same.
- 6.3 The Petitioner Companies are engaged in different businesses; however, it is submitted that the Petitioner Companies are agreeing to integrate their operations to achieve vertical integration in process of using premises.
- 6.4 The Transferor Company is a wholly-owned subsidiary of the Transferee Company.
7. The **Authorized, Issued, Subscribed and Paid-up Share Capital** of the Petitioner Companies are as follows:
- 7.1 **Transferor Company:** Authorized Share Capital is **Rs. 2,50,000** comprising of 2500 Equity Shares of Rs. 100 each. The Issued, Subscribed and Paid-up Share Capital is **Rs. 2,27,400** comprising of 2274 Equity Shares of Rs. 100 each.
- 7.2 **Transferee Company:** Authorized Share Capital is **Rs. 20,00,00,000** comprising of 20,00,00,000 Equity Shares of Re. 1 each. The Issued, Subscribed and Paid-up Share Capital is **Rs. 11,25,00,000** comprising of 11,25,00,000 Equity Shares of Re. 1 each.


8. **Rationale for the Scheme**

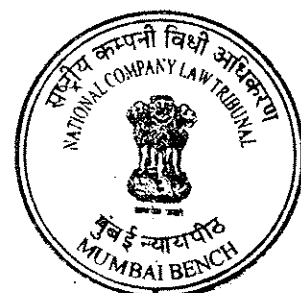
The Rationale submitted for the Scheme of Amalgamation is as under:



IN THE NATIONAL COMPANY LAW TRIBUNAL,
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- a. *The Transferee Company and the Transferor Company, though having different main objects, agree to integrate their operations to achieve vertical integration in process of using premises.*
 - b. *The premises owned by the Transferor Company is being utilized as warehouse. Amalgamation will help to increase synergies between the activities carried out by the Transferor Company and the Transferee Company and be more efficient while operating as one entity.*
 - c. *The Transferee Company will utilize the capital to its best extent and will facilitate expansion of amalgamated entity.*
 - d. *By the proposed Scheme of Amalgamation, the financial resources of both the Companies will be conveniently merged and pooled together leading to a more effective and centralized management and reduction of administrative and manpower expenses and overheads, which are presently being multiplied because of separate entities.*
 - e. *Amalgamation will result in better coordination and administration along the supply chain. For example, the uncertainty of inputs and demand for a product can be minimized and costs of communication can be saved.*
 - f. *Amalgamation will result in the larger pool of various resources as well as manpower and will create a synergy, which will enable the Transferee Company to grow and prosper at a faster pace.*
 - g. *The amalgamation will enhance the capability of the Transferee Company to invest in larger and sophisticated projects to ensure rapid growth and will consolidate the strategic strength of the Transferee Company.*
 - h. *The Amalgamation will maximize the returns to the shareholders of the Transferee Company.*



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9. **Meeting of Shareholders**

9.1 The Tribunal vide its Order dated **05.01.2023** allowed dispensation of meeting of the Shareholders of the Transferor Company on consideration of the fact that consent affidavits were received from all the shareholders of the Transferor Company which were submitted along with the Company Scheme Application.

9.2 As regards the Transferee Company, the Tribunal vide its Order dated **05.01.2023** allowed dispensation of meeting of shareholders of Transferee Company in view of the fact that the Transferor Company was a wholly-owned subsidiary of the Transferee Company and keeping in view the submissions made and decisions cited in the Company Scheme Application No. CA(CAA)/240/MB/2022.

Meeting of Secured Creditors

10. There are no Secured Creditors in the **Transferor Company** and therefore the meeting of Secured Creditors was not required to be convened and held. The Tribunal vide its **Order dated 05.01.2023** allowed **dispensation** of meeting with the Secured Creditors of the **Transferee Company** on consideration of the fact that consent affidavits were received from all the secured creditors which were submitted along with the Company Scheme Applications.

Meeting of Unsecured Creditors

11. There are no Unsecured Creditors in the **Transferor Company** and therefore the meeting of Unsecured Creditors was not required to be convened and held. The Tribunal vide its Order dated **05.01.2023** allowed dispensation of meeting of Creditors of Transferee Company in view of the fact that the Transferor Company was a wholly-owned subsidiary of the Transferee Company and keeping in view the



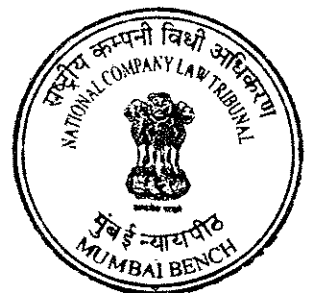
IN THE NATIONAL COMPANY LAW TRIBUNAL,
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submissions made and decisions cited in the Company Scheme
Application No. CA(CAA)/240/MB/2022.

12. The Regional Director, Western Region, Mumbai has filed his Report dated **13th June 2023** making certain observations. The Petitioners have filed affidavit in rejoinder dated **27th June 2023** giving necessary clarifications and undertakings. In paragraph 2 (a) to (i) of the said report, the Regional Director has made certain observations which are reproduced hereinbelow -

Para	Observations by the Regional Director	Undertaking of the Petitioner Companies/Rejoinder
2. a) 1	<i>That the ROC Pune in his report dated 30.05.2023, has also stated that No enquiry, Inspection, Investigations, Prosecutions, and Complaint under CA, 2013, have been pending against the Petitioners Companies.</i>	<i>As far as the observations made in paragraph 2 (a) 1 of the Report of Regional Director, the Petitioner Companies states and affirms that, no enquiry, Inspection, Investigations, Prosecutions, and Complaint under CA, 2013, have been pending against the Petitioners Companies.</i>
2. a) 2	<i>The object clause of both the applicant companies are not similar. Accordingly, necessary affidavits may be called for before passing the Scheme as deemed fit.</i>	<i>As far as the observations made in paragraph 2 (a) 2 of the Report of Regional Director, the Petitioner Companies states as under: a. The Transferee Company and the Transferor</i>



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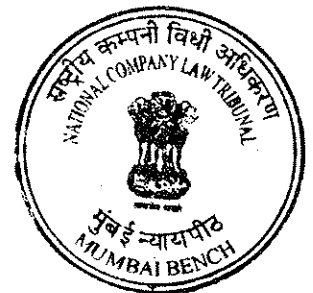
		<p><i>Company, though having different main objects, agree to integrate their operations to achieve vertical integration in process of using premises.</i></p> <p>b. <i>The theatre premises owned by the Transferor Company was not in operation since long and is being utilized as warehouse. It will be used for the business activity of the Transferee Company in a more efficient way if the Companies are amalgamated.</i></p> <p><i>Amalgamation will help to increase synergies between the activities carried out by the Transferor Company and the Transferee Company and be more efficient while operating as one entity.</i></p> <p>c. <i>The Transferee Company will utilise capital to its best extent and will</i></p>
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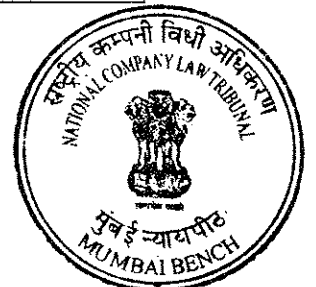
		<p><i>facilitate expansion of amalgamated entity.</i></p> <p>d. <i>By the proposed Scheme of Amalgamation, the financial resources of both the Companies will be conveniently merged and pooled together leading to a more effective and centralized management and reduction of administrative and manpower expenses and overheads, which are presently being multiplied because of separate entities.</i></p> <p>e. <i>Amalgamation will result in better coordination and administration along the supply chain. For example, the uncertainty of inputs and demand for a product can be minimized and costs of communication can be saved.</i></p>
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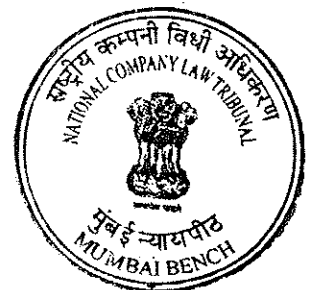
		<p><i>f. Amalgamation will result in the larger pool of various resources as well as manpower and will create a synergy, which will enable the Transferee Company to grow and prosper at a faster pace.</i></p> <p><i>g. The amalgamation will enhance the capability of the Transferee Company to invest in larger and sophisticated projects to ensure rapid growth and will consolidate the strategic strength of the Transferee Company.</i></p> <p><i>h. The Amalgamation will maximize the returns to the shareholders of the Transferee Company.</i></p>
2. b)	Transferee Company should undertake to comply with the provisions of Section	As far as the observations made in paragraph 2 (b) of the Report of Regional Director, the First Petitioner



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<p>232(3)(i) of the Companies Act, 2013 through appropriate affirmation in respect of fees payable by the Transferee Company for increase of share capital on account of merger of transfer of Companies.</p>	<p>Company is a wholly owned subsidiary of the Second Petitioner Company. Hence, there is no share exchange between the Petitioner Companies. This is to be noted that upon the Scheme becoming effective, the entire paid-up equity shares of the Transferor Company, as are being held by the Transferee Company, shall be cancelled, and shall be deemed to have been cancelled without any further act or deed, and no Shares of the Transferee Company are required to be issued in lieu thereof. Further it is not proposed to increase the authorized capital of the Transferee Company to the extent of authorized capital of the Transferor Company in the scheme.</p>
	<p>Accordingly, the payment of fees for increase in share capital will not be applicable to the Second Petitioner Company. The same be affirmed in Affidavit as</p>



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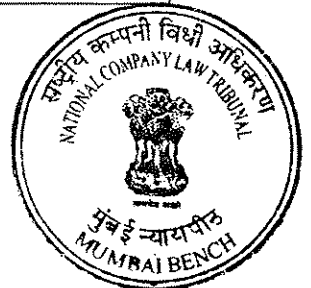
		Annexure A to this rejoinder.
2. c)	<i>In compliance of AS-14 (IND AS-103), as may be applicable, the transferee Company shall pass such accounting entries which are necessary in connection with the scheme to comply with other applicable Accounting Standards such as AS-5 or IND AS-8 etc.</i>	<i>As far as the observations made in paragraph 2 (c) of the Report of Regional Director, Transferee Company states that the Company shall pass such accounting entries which are necessary in connection with Scheme to comply with Accounting Standard – 14 (IND AS-103) or any applicable Accounting Standard such as Accounting Standard – 5 (IND AS-8).</i>
2. d)	<i>The Hon'ble Tribunal may kindly direct the Petitioner Companies to file an Affidavit to the extent that the Scheme enclosed to the Company Application and Company Petition are one and the same and there is no discrepancy, or no change is made.</i>	<i>As far as the observations made in paragraph 2 (d) of the Report of Regional Director, the Petitioner Companies states that the Scheme enclosed to the Company Application and Company Petition are one and the same and there is no discrepancy, or no change is made. The same be annexed as affidavit as Annexure B to this rejoinder.</i>
2. e)	<i>The Petitioner under the provisions of section 230(5) of the Companies</i>	<i>As far as the observations made in paragraph 2 (e) of the Report of Regional</i>



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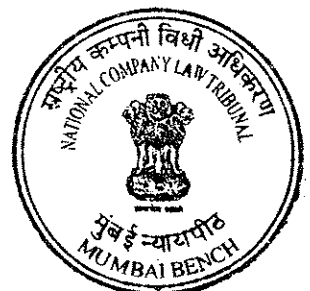
	<p>Act, 2013 have to serve notices to the concerned authorities which are likely to be affected by the amalgamation or arrangement. Further, the approval of the scheme by the Hon'ble Tribunal may not deter such authorities to deal with any of the issues arising after giving effect to the scheme. The decision of such authorities is binding on the Petitioner Companies concerned.</p>	<p>Director, the Petitioner Companies state that the Petitioner Companies has served notices to the concerned authorities which are likely to be affected by the amalgamation under section 230(5) of the Companies Act, 2013. The decision of such authorities is binding on the Petitioner Company(s).</p>
2. f)	<p>AS per Definition of the Scheme, "Appointed Date" means the 1st April, 2022. "Effective Date" means the last of dates on which the Orders of the NCLT sanctioning the Scheme of Amalgamation are filed with, the Registrar of Companies, Pune, Maharashtra State by the Transferor Company and the Registrar of</p>	<p>As far as the observations made in paragraph 2 (f) of the Report of Regional Director, the Petitioner Companies state that the Transferor Company shall be dissolved without winding upon scheme becoming effective and the scheme shall be effective from the Appointed Date i.e. on 1st April, 2022.</p>



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<p><i>Companies, Pune, Maharashtra State by the Transferee Company. Any references in this Scheme to the date of "coming into effect of this scheme" or "effectiveness of this scheme" or "Scheme taking effect" shall mean the Effective Date.</i></p> <p><i>"Record Date" means the date to be fixed by the Board of Directors of the Transferor Company in the consultation with the Board of Directors of the Transferee Company, for the purpose of determining the date of filing of order/s of amalgamation with the respective authorities.</i></p> <p>Further, the Petitioners may be asked to comply with the requirements as clarified vide circular no. F. No. 7/12/2019/CL-I dated</p>	
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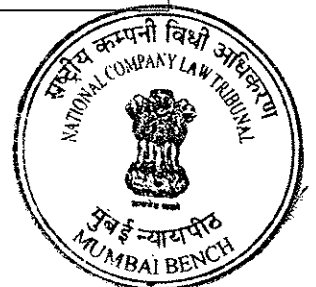
	21.08.2019 issued by the Ministry of Corporate Affairs.	
2. g)	<i>Petitioner Companies shall undertake to comply with the directions of the Income Tax department, if so required.</i>	<i>As far as the observations made in paragraph 2 (g) of the Report of Regional Director, the Petitioner Companies states that the Petitioner Companies shall undertake to comply with the Directions of the Income Tax Department, if so required.</i>
2. h)	<i>Petitioner Companies shall undertake to comply with the directions of the concerned sectoral regulatory, if so required.</i>	<i>As far as the observations made in paragraph 2 (h) of the Report of Regional Director, the Petitioner Companies state that the Petitioner Companies shall undertake to comply with the Directions of the sectoral regulatory, if so required.</i>
2. i)	<i>The Petitioner Transferor Company Ugar Theatres Private Limited has corporate body shareholders namely The Ugar Sugar Works Limited having shareholding of 100%, but the Company has not filed Form BEN-2</i>	<i>As far as the observations made in paragraph 2 (i) of the Report of Regional Director, the Petitioner Companies states that</i> <i>(i) The First Petitioner Company i.e. Ugar Theatres Private Limited is a wholly owned subsidiary of the</i>



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<p><i>disclosing the name of the beneficial owner of Company namely The Ugar Sugar Works Limited, hence the Petitioner Company shall undertake to comply with the provisions of the Section 90 of Companies Act, 2013 r/w Companies (Significant Beneficial Owners) Rules, 2019, thereunder and to file Form BEN-2 for declaring name of the Significant Beneficial Owner with concerned ROC.</i></p>	<p><i>Second Petitioner Company i.e. The Ugar Sugar Works Limited. The Second Petitioner Company, therefore, holds 100% shareholding of the First Petitioner Company. The Second Petitioner Company is a listed company whose equity shares are listed on BSE Ltd and National Stock Exchange of India Ltd.</i></p> <p><i>(ii) The Second Petitioner Company being a listed company, the Company has to adhere to the SEBI and Listing Agreement Regulations of the Stock Exchanges of maintaining the promoter/ public shareholding. Thus, no one person or any one promoter holds more than 50% Share Capital of the Company or no one or more persons are acting in concert to control the majority stake i.e. holding more than one-half of the share capital or voting rights in the Company.</i></p>
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		<p>(iii) Further, the Board of the Second Petitioner Company comprises of a combination of Executive, Non-Executive and Independent Directors. Thus, the business decisions are taken through a professionally managed Board.</p> <p>(iv) Hence, there is no SBO by virtue of shareholding / dividend / voting rights in Second Petitioner Company.</p> <p>(v) As far as the decisions of the First Petitioner Company are concerned, no one individual controls the decision-making power of the Company and all the decisions are mutually and collectively taken by the Board of Directors.</p> <p>(vi) Thus, to conclude, the First Petitioner Company viz. Ugar Theatres Private Limited is not required to file Form BEN-2 as no one individual or one or more individuals, together,</p>
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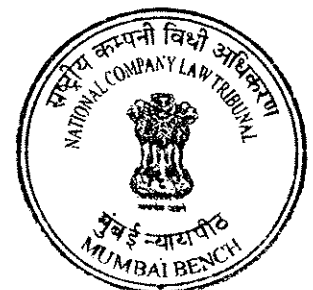


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		<i>control the business decisions of either of the Petitioner Companies.</i>
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13. The clarifications and undertakings given by the Petitioner Companies have been explained in Para 12 above. The affidavit filed by the Petitioner Companies are accepted by this Tribunal. It is further stated that this approval of Scheme shall in no way be treated as impediment for any proceeding under the Income Tax Act, GST Act, VAT, etc. against the Transferor or the Transferee Companies.
14. The Official Liquidator has filed his report dated **6th July 2023** stating therein that the affairs of the Transferor Company have been conducted in a proper manner.
15. From the material on record, the Scheme appears to be fair, reasonable and is not violative of any provisions of law and is not contrary to public interest. None of the parties concerned have come forward to oppose the Scheme.
16. Since all the requisite statutory compliances have been fulfilled, the Company Scheme Petition No. C.P.(CAA)110/MB/2023 filed by the Petitioner Companies is made absolute in terms of prayers made in the Petition.
17. The Petitioner Companies are directed to file a copy of this order along with a copy of the Scheme of Amalgamation with the concerned Registrar of Companies, electronically, in e-Form INC-28,



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within 30 days from the date of receipt of the order, duly certified
by the Designated Registrar of this Tribunal.

18. The Petitioner Companies to lodge a copy of this order along with
the Scheme duly certified by the Designated Registrar of this
Tribunal with the concerned Superintendent of Stamps, for the
purpose of adjudication of stamp duty payable, if any, within a
period of 60 days from the date of receipt of the order.
19. All concerned authorities to act on a copy of this order along with
the Scheme duly certified by the Designated Registrar of this
Tribunal.
20. Ordered accordingly.

Sd/-

Shri. Charanjeet Singh Gulati
Member (Technical)

Sd/-

Ms. Lakshmi Gurung
Member (Judicial)



Certified True Copy _____
Date of Application 26/10/2023
Number of Pages 19
Fee Paid Rs. 95/-
Applicant called for collection copy on 02/11/23
Copy prepared on 31/10/23
Copy issued on 02/11/23

P. S. Sonawane
Deputy Registrar 31.10.2023

National Company Law Tribunal, Mumbai Bench

Annexure-F

Annexure - F

000419

SCHEME OF AMALGAMATION (BY ABSORPTION)
UNDER SECTION 232 READ WITH SECTION 230 OF THE
COMPANIES ACT, 2013 AND OTHER APPLICABLE PROVISIONS
OF THE COMPANIES ACT, 2013 AND RULES FRAMED
THEREUNDER

BETWEEN

UGAR THEATRES PRIVATE LIMITED
(Transferor Company or Amalgamating Company)

AND

THE UGAR SUGAR WORKS LTD
(Transferee Company or the Amalgamated Company)

AND

THEIR RESPECTIVE SHAREHOLDERS



A. PREAMBLE

This Scheme of Amalgamation (Merger by absorption) ("Scheme") is presented under Section 232 read with Section 230 and other applicable provisions of the Companies Act, 2013 and the rules and regulations made thereunder, for the merger and vesting of Undertaking (hereinafter defined) of Ugar Theatres Private Limited (Transferor Company) into The Ugar Sugar Works Ltd (Transferee Company) on a going concern basis.

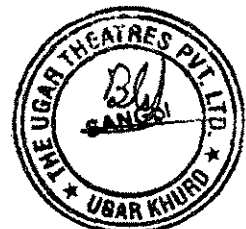
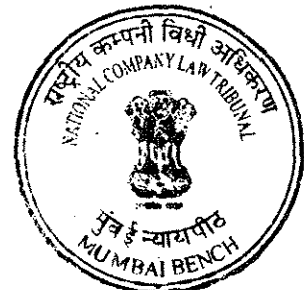
B. Parts of the Scheme

This Scheme is divided into the following parts: -

Part I deals with the preliminary of the Scheme, definitions of the terms used in this Scheme, Objects and the Share Capital;

Part II deals with the merger of Undertaking of the Transferor Company into Transferee Company; and

Part III deals with the General Terms and Conditions.



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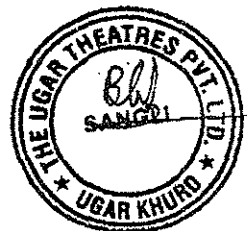
PART I - DEFINITIONS
AND INTERPRETATION

1. PRELIMINARY

1.1. Ugar Theatres Private Limited, the Transferor Company, was incorporated as a private limited company under the name and style of 'Ugar Theatres Private Limited' in the State of Karnataka on 29th November, 1977 vide Corporate Identity Number U33205KA1977PTC003250. By the order of the Regional Director, Sothern Eastern Region, Hyderabad dated 16th February, 2021, the Registered Office of the Transferor Company was shifted from Ugar Khurd, Belgaum 591316, Karnataka under the jurisdiction of the Registrar of Companies, Bangalore to C/o. The Ugar Sugar Works Ltd, Survey No.189/1, Vakhrbhag, Mahaveer Nagar, Sangli 416416, Maharashtra, under the jurisdiction of the Registrar of Companies, Pune and fresh Certificate of Registration for Change of State was issued by the Registrar of Companies, Pune on 30th March, 2021, vide Corporate Identity Number U33205PN1977PTC199900. Company is having PAN AAACU2230P and email ID is bg.kulkarni@ugarsugar.com

1.2. The Transferor Company is engaged in the business of theatre activity. The objects are set out in the Memorandum of Association. They are briefly as under –

- a. To carry on the business of Producers, Distributors, Dealers, Exporters, Importers and Cinematograph films of all kinds and description.



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- b. To construct, purchase, take on lease or otherwise acquire Studios, Cinema Halls, Theatre Halls, Drama Halls and Entertainment Halls, either in whole or in part for the purpose of carrying on business of Producer, Distributors, Exhibitors, Importer and Exporter of Cine Film.

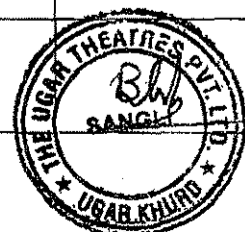
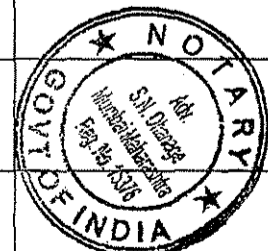
- 1.3. The present share capital structure of the Transferor Company is as under –

Share Capital	Amount (Rupees)
Authorized Share Capital – divided into 2500 (Two Thousand Five Hundred) Equity Shares of Rs. 100/- (Rupees Hundred Only) each	2,50,000.00
Issued, Subscribed and Paid-up Share Capital – divided into 2274 (Two Thousand Two Hundred & Seventy-Four) Equity Shares of Rs. 100/- (Rupees Hundred Only) each	2,27,400.00

- 1.4. There is no change in the authorised, issued, subscribed and paid-up share capital of the Transferor Company from the date of approval of the scheme by the Board of Directors of the Transferor Company till filing of application to NCLT.

- 1.5. The current Shareholders of the Transferor Company are –

Sr. No.	Name of the Shareholders	Equity Shares held of Rs. 10 each
1	The Ugar Sugar Works Ltd	2,268
2	Mr. Chandan Shirgaokar (Nominee of The Ugar Sugar Works Ltd)	1
3	Mr. Niraj Shirgaokar (Nominee of The Ugar Sugar Works Ltd)	1
4	Mr. Balkrishna Kulkarni (Nominee of The Ugar Sugar Works Ltd)	1
5	Mr. Rajan Desurkar (Nominee of The Ugar Sugar Works Ltd)	1



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6	Mr. S. A. Siddhanti (Nominee of The Ugar Sugar Works Ltd)	1
7	Mr. G. N. Bellary (Nominee of The Ugar Sugar Works Ltd)	1
	Total	2,274

1. 6. The present Directors of the Transferor Company are –

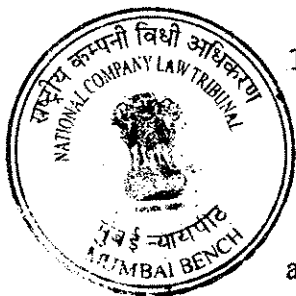
Sr. No.	DIN	Name and Address	Designation
1	00208200	Mr. Chandan Sanjeev Shirgaokar	Director
2	00151114	Mr. Prafulla Vinayak Shirgaokar	Director
3	00542644	Mr. Rajendra Vinayak Shirgaokar	Director

1. 7. Equity Shares of the Transferor Company are not listed on any Stock Exchange.

1. 8. The Ugar Sugar Works Ltd, the Transferee Company, was incorporated as a private limited company under the name and style of 'The Ugar Sugar Works Ltd' in the State of Maharashtra on 11th September, 1939 vide Corporate Identity Number L15421PN1939PLC006738. The Registered Office of the Transferee Company is situated at Mahaveer Nagar, Sangli 416416, Maharashtra and having PAN AACT7580R and email ID is bg.kulkarni@ugarsugar.com and/or tushar.deshpande@ugarsugar.com

1. 9. The Transferee Company is primarily engaged in the business of manufacturing of sugar. The main objects are set out in the Memorandum of Association. They are briefly as under –

- a. To produce, manufacture or turn out sugar from sugarcane or jaggery or to produce, manufacture or turn out jaggery from sugarcane or such other material produce or crop cultivated or caused to be cultivated purchased by the Company and as may be found capable of producing sugar or jaggery.

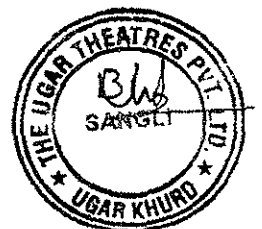
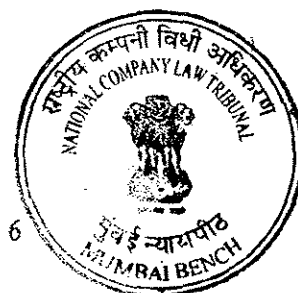


- b. To cultivate or give for cultivation land, and to do all such incidental things as may be deemed necessary, for growing, planting and producing sugarcane or agricultural produce of any and every description, type, quality, and brands as shall be found capable of producing sugar and jaggery there from and to cultivate any other profitable crops or any experimental crop other than sugarcane on the lands held by the Company and to manufacture finished goods out of the said crops.
- c. To manufacture from the molasses combustible fuel or petrol or such other substances subject to the permission of the Government and to spend necessary sum or sums of money therefore and for objects incidental and necessary therefore.
- d. To manufacture, prepare, or extract, subject to the permission of the Government, power and / or Industrial alcohol or its bye- products by setting up the necessary machinery for the same.

1. 10. The present share capital structure of the Transferee Company is as under –

Share Capital	Amount (Rupees)
Authorized Share Capital – divided into 20,00,00,000 (Twenty Crores) Equity Shares of Rs. 1/- (Rupees One Only) each	20,00,00,000.00
Issued, Subscribed and Paid-up Share Capital – divided into 11,25,00,000 (Eleven Crore Twenty-Five Lakh) Equity Shares of Rs. 1/- (Rupees Ones Only) each	11,25,00,000.00

1. 11. The Transferee Company being listed one, the category wise current Shareholders of the Transferee Company are –



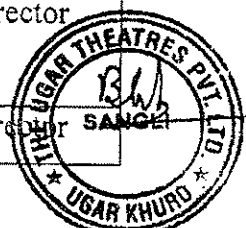
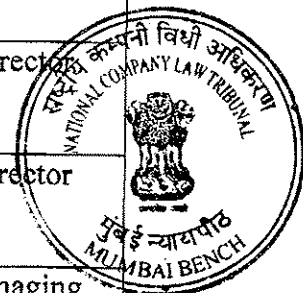
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Sr. No.	Category of the Shareholders	Equity Shares held of Rs. 1 each
1	Clearing Member	227646
2	Body Corporate	4055010
3	Foreign Portfolio Investor	2776
4	Nationalised Banks	2880
5	Non-Resident Indian	704931
6	IEPF	602160
7	HUF	1384793
8	Promoter	13388235
9	Directors Relative (Promoter Group)	1178821
10	Body Corporate (Promoter Group)	36526594
11	Public	54426154
	Total	112500000

1. 12. There is no change in the authorised, issued, subscribed and paid-up share capital of the Transferee Company from the date of approval of the scheme by the Board of Directors of the Transferee Company till filing of application to NCLT.

1. 13. The present Directors and KMP of the Transferee Company are –

Sr. No.	DIN	Name and Address	Designation
1	00015358	Mr. Rakesh Kapoor	Director
2	00026561	Mr. Venkatachalam Balasubramanian	Director
3	00151114	Mr. Prafulla Vinayak Shirgaokar	Director
4	00166189	Mr. Shishir Suresh Shirgaokar	Director
5	00208200	Mr. Chandan Sanjeev Shirgaokar	Managing Director
6	00217631	Mr. Sohan Sanjeev Shirgaokar	Director
7	00254442	Mr. Sachin Rajendra	Director



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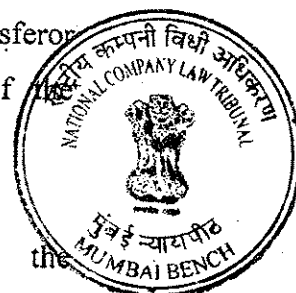
		Shirgaokar	
8	00254525	Mr. Niraj Shishir Shirgaokar	Managing Director
9	01625500	Mr. Mallappa Rachappa Desai	Director
10	01822411	Mr. Deepchand Bhalchandra Shah	Director
11	02404667	Ms. Shilpa Naval Kumar	Director
12	06470675	Mr. Shripad Sannacharya Gangavati	Director
13	06864894	Ms. Suneeta Sanjiv Thakur	Director
14	07335718	Mr. Hari Yashwant Athawale	Director
15	AIOPD1476F	Mr. Tushar Vasudev Deshpande	Company Secretary
16	ASJPB0173G	Mr. Shreekant Venkataraman Bhat	CFO (KMP)

1. 14. Equity Shares of the Transferee Company are listed on the Bombay Stock Exchange and the National Stock Exchange.

1. 15. As on the date, the Transferor Company is a Wholly Owned Subsidiary Company (WOS) of the Transferee Company and hence no shares will be allotted in the present scheme of amalgamation.

1. 16. The Scheme does not affect the rights of the Creditors of the Transferor Company and the Transferee Company. There will not be any reduction in amounts payable to the Creditors of the Transferor Company and the Transferee Company post sanctioning of the Scheme.

1. 17. There are no proceedings/investigation pending against the Transferor Company and the Transferee Company under Sections 210 to 217, 219, 220, 223, 224, 225, 226 & 227 of the Act.



2. DEFINITIONS

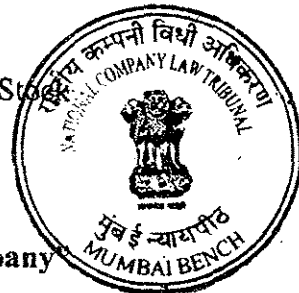
In this Scheme, unless repugnant to the context, the following expressions shall have the following meaning:

- 2.1 "Act" means the Companies Act, 1956 and/or Companies Act, 2013, to the extent its provisions relevant for this Scheme are notified and ordinances, rules and regulations made thereunder and shall include any statutory modifications, re-enactment or amendment thereof for the time being in force.
- 2.2 "Appointed Date" means the 1st day of April, 2022.
- 2.3 "Board of Directors" or "Board" means the Board of Directors of the Transferor Company and the Transferee Company as the case may be, and shall include a duly constituted committee thereof.
- 2.4 "Effective Date" means the last of dates on which the Orders of the NCLT sanctioning the Scheme of Amalgamation are filed with, the Registrar of Companies, Pune, Maharashtra State by the Transferor Company and by the Transferee Company. Any references in this Scheme to the date of "coming into effect of this scheme" or "effectiveness of this scheme" or "Scheme taking effect" shall mean the Effective Date.
- 2.5 "Encumbrance" means any options, pledge, mortgage, lien, security, interest, claim, charge, pre-emptive right, easement, limitation attachment, restraint or any other encumbrance of any kind or nature whatsoever, and the term "Encumbered" shall be construed accordingly.
- 2.6 "Government Authority" means Central, State or local government, legislative body, regulatory or administrative authority, agency or commission or any court, tribunal, board, bureau or instrumentality thereof or arbitration or arbitral body having jurisdiction over territory of India. departmental or authority of the Relevant



Jurisdiction including Securities and Exchange Board of India, Stock Exchanges, Registrar of Companies of Maharashtra, the Reserve Bank of India, and shall include any other authority which supersedes the existing authority.

- 2.7 "NCLT" or "Tribunal" means National Company Law Tribunal, Mumbai Bench having jurisdiction in relation to the Transferor Company and the Transferee Company.
- 2.8 "Record Date" means the date to be fixed by the Board of Directors of the Transferor Company in the consultation with the Board of Directors of the Transferee Company, for the purpose of determining the date of filing of order/s of amalgamation with the respective authorities.
- 2.9 "Scheme" or "the Scheme" or "this Scheme" means this Scheme of Arrangement including Schedules, as amended or modified, in its present form submitted to the NCLT for approval, with any modifications, as may be approved or imposed or directed by the NCLT or any other appropriate authority.
- 2.10 "SEBI" means the Securities and Exchange Board of India established under the Securities and Exchange Board of India Act, 1992.
- 2.11 "SEBI Circular" shall mean the circular issued by the SEBI, being Circular CFD/DIL3/CIR/2017/21 dated March 10, 2017, and any amendments thereof.
- 2.12 "Stock Exchanges" means the BSE Limited and National Stock Exchange of India Limited.
- 2.13 "The Transferee Company" or "the Amalgamated Company" means The Ugar Sugar Works Ltd, a company incorporated under the Act, having CIN L15421PN1939PLC006738 and its Registered Office at Mahaveer Nagar, Sangli 416416, Maharashtra.

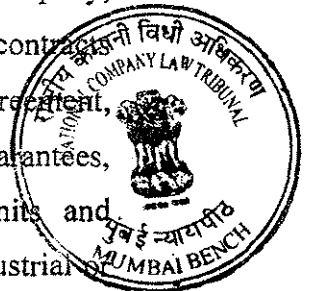


2.14 "The Transferor Company" or "the Amalgamating company" means Ugar Theatres Private Limited, a company incorporated under the Act and having CIN U33205PN1977PTC199900 and its Registered Office at C/o. The Ugar Sugar Works Ltd, Survey No.189/1, Vakhrbhag, Mahaveer Nagar, Sangli 416416, Maharashtra.

2.15 "Transition period" means period starting from the date immediately after the Appointed Date till the Effective Date.

2.16 "Undertaking" in relation to Transferor Company means all the undertaking and businesses of the Transferor Company as a going concern, comprising:

- a. All the assets and properties (including movable or immovable, tangible or intangible, real or personal, corporeal or incorporeal, present, future or contingent) of the Transferor company, including without being limited to, plant and machinery, buildings and structures, offices and other premises, capital work in progress, furniture, fixtures, office equipment, appliances, accessories, power lines, deposits, all stocks, stocks of fuel, assets, investments of all kinds, cash balances with banks, loans, advances, contingent rights or benefits, receivables, earnest moneys, credit for taxes paid and taxes deducted under the provisions of the Income Tax Act 1961, credit for any other taxes paid by and available to Transferor Company under Income Tax, Sales Tax, Value Added Tax, Service Tax, Good & Service Tax, etc. or any Tax deduction / Collections at Source, MAT Credit, tax credits, benefits of CENVAT credits, benefits of input credits etc, advances or deposits paid by the Transferor Company, financial assets, leases (including lease rights), hire purchase contracts and assets, lending contracts, rights and benefits under any agreement, benefits of any security arrangements, or under any guarantees, revisions, powers, authorities, allotments, approvals, permits and concerns, quotas, rights, entitlements, contracts, licenses (industrial otherwise) municipal permissions, tenancies in relation to the office and/or residential properties for the employees or other persons, guest houses, godowns, warehouses, licenses, fixed and other assets, trademarks and Service names and marks, other intellectual property rights of

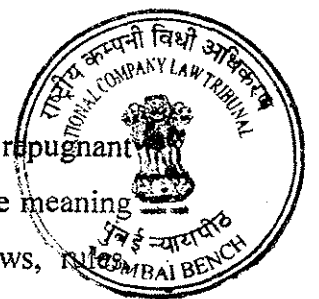


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nature whatsoever, permits, approvals, authorizations, rights to use and avail of telephones, telexes, facsimile, email, internet, leased line connections and installations, utilities, electricity and other services, reserves, provisions, funds, benefits of all agreements, all records, files, papers, computer programmes, manuals, data, catalogues, sales and advertising materials, lists and other details of present and former customers and suppliers, customer credit information, customer and supplier pricing information and other records, benefits or assets or properties or other interest held in trust, registrations, contracts, engagements, arrangements of all kinds, privileges and all other rights, easements, privileges, liberties and advantages of whatsoever nature and wheresoever situate belonging to or in the ownership, power or possession and in the control of or vested in or granted in favour of or enjoyed by the Transferor Company in connection with or relating to the Transferor Company and all other interests of whatsoever nature belonging to in the ownership, power, possession or the control of or vested in or granted in favour of or held for the benefit of or enjoyed by the Transferor Company.

- b. All debts, liabilities (including contingent liabilities), creditors, duties, undertakings and obligations of the Transferor Company of every kind, nature or description whatsoever and howsoever arising. (hereinafter referred to as "Liabilities")
- c. All permanent and contract employees of the Transferor Company immediately before the Appointed Date.
- d. All the revenue and capital Reserves of the Undertaking as appearing in the Financials of the Transferor Company immediately before the Appointed Date.

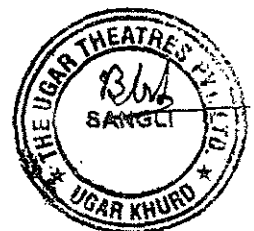
All terms and words not defined in this Scheme shall, unless repugnant or contrary to the context or meaning thereof, have the same meaning ascribed to them under the Act and other applicable laws, regulations, bye-laws, as the case may be or any statutory modification or re-enactment thereof from time to time.



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3. OBJECT AND RATIONALE OF THIS SCHEME

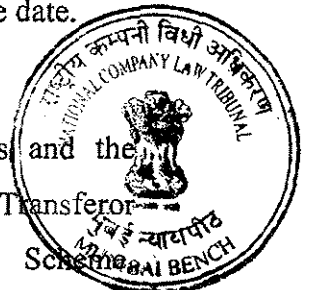
- 3.1. The Transferee Company and the Transferor Company, though having different main objects, are agreeing to integrate their operations to achieve vertical integration in process of using premises.
- 3.2. The premises owned by the Transferor Company is being utilized as warehouse. Amalgamation will help to increase synergies between the activities carried out by the Transferor Company and the Transferee Company and be more efficient while operating as one entity.
- 3.3. The Transferee Company will utilise the capital to its best extent and will facilitate expansion of amalgamated entity.
- 3.4. By the proposed Scheme of Amalgamation, the financial resources of both the Companies will be conveniently merged and pooled together leading to a more effective and centralized management and reduction of administrative and manpower expenses and overheads, which are presently being multiplied because of separate entities.
- 3.5. Amalgamation will result better coordination and administration along the supply chain. For example, the uncertainty of inputs and demand for a product can be minimized and costs of communication can be saved.
- 3.6. Amalgamation will result in the larger pool of various resources as well as manpower and will create a synergy, which will enable the Transferee Company to grow and prosper at a faster pace.
- 3.7. The amalgamation will enhance the capability of the Transferee Company to invest in larger and sophisticated projects to ensure rapid growth and will consolidate the strategic strength of the Transferee Company.
- 3.8. The Amalgamation will maximize the returns to the shareholders of the Transferee Company.



4. Compliance with Income Tax Laws

The amalgamation of the transferor company with the transferee company as per this Scheme will be in accordance with the provision of Section 2(1B) of the Income Tax Act, 1961 such that,

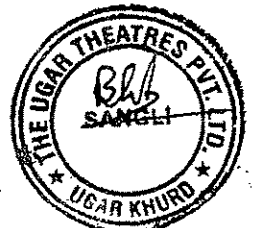
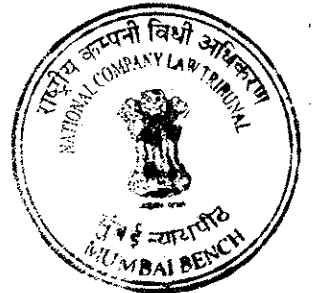
- a. all the property of the Transferor company immediately before the amalgamation becomes the property of the Transferee company by virtue of the amalgamation;
- b. all the liabilities of the Transferor Company immediately before the amalgamation become the liabilities of the Transferee Company by virtue of the amalgamation;
- c. The scheme has been drawn up to comply with the conditions relating to "amalgamation" as specified under Section 2(1B) of the Income Tax Act, 1961. If any term or provision of the scheme is found or interpreted to be inconsistent with the said provision at a later date, including resulting from an amendment of law or for any other reason whatsoever, the Scheme shall stand modified to the extent determined necessary to comply with Section 2(1B) of the Income Tax Act, 1961. Such modification will however not affect other parts of the scheme. The power to make such amendment / modification as may be necessary shall vest with the Board of Directors of the Transferee Company, which power shall be exercised reasonably in the best interests of the companies and their shareholders and which power can be exercised at any time, whether before or after the effective date.
- d. All the expenses incurred by the Transferor Companies and the Transferee Company in relation to the amalgamation of the Transferor Companies with the Transferee Company as per this Scheme including stamp duty expenses, if any, shall be allowed as deduction to the Transferee Company in accordance with Section 35DD of the IT Act over a period of 5 years beginning with the previous year in which the Scheme becomes effective



- e. Upon the Scheme becoming effective, the Transferor Companies (if required) and the Transferee Company are expressly permitted to revise, its financial statements and returns (including Tax Deducted At Source ('TDS') returns) along with prescribed forms, filings and annexures (including but not limited to Tax deducted at source certificates) under the IT Act, central sales tax, applicable state value added tax, entry tax, octroy, local tax law, service tax laws, excise and Central Value Added Tax ('CENVAT') duty laws, customs duty laws, goods and services tax and other tax laws, if required to give effect to the provisions of the Scheme. Such returns may be revised and filed notwithstanding that the statutory period for such revision and filing may have expired. The Transferee Company is also expressly permitted to claim refunds / credits in respect of any transaction between or amongst the Transferor Companies and the Transferee Company. With respect to the TDS certificates issued in the name of Transferor Companies after the Appointed Date, the same will be deemed to be issued in the name of the Transferee Company for the income tax purposes.

5. DATE OF TAKING EFFECT AND OPERATIVE DATE

The Scheme set out herein in its present form with or without any modification(s) approved or imposed or directed by the NCLT or any other appropriate authority shall become effective from the Appointed Date but shall be operative from the Effective Date.



**PART II – MERGER OF TRANSFEROR COMPANY WITH THE
TRANSFEEEE COMPANY**

6. TRANSFER OF UNDERTAKING

6.1. Transfer of the Undertakings

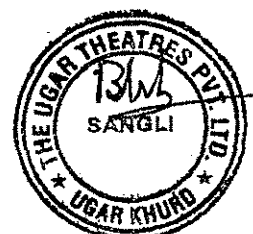
Upon coming into effect of this Scheme and with effect from the Appointed Date and subject to the provisions of the Scheme, the whole of the Undertaking of the Transferor Company shall, pursuant to the sanction of this Scheme by the NCLT and pursuant to the provisions of Sections 230 to 232 and other applicable provisions, if any, of the Act, be and stand transferred to and vested in or be deemed to have been transferred to and vested in the Transferee Company without any further act, instrument, deed matter or things so as to become Undertaking of the Transferee Company by virtue of and in the manner provided in the Scheme.

6.2. Transfer of the going business concern

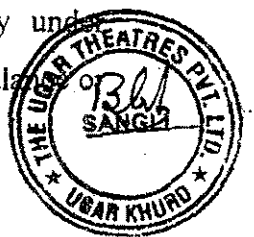
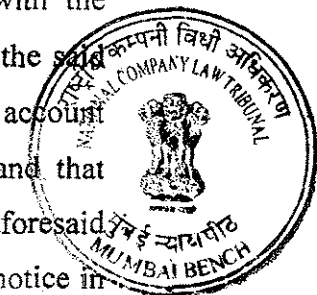
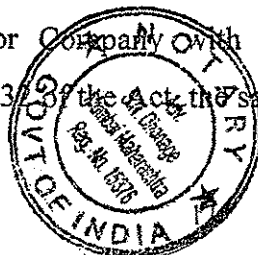
Business of the Transferor Company carried on till the Appointed Date and thereon till the effective date, shall, under Sections 230 to 232 and other applicable provisions, if any, of the Act, be and stand transferred to and vested in or be deemed to have been transferred to and vested in the Transferee Company, ongoing concern basis so as to become business of the Transferee Company by virtue of and in the manner provided in the Scheme.

6.3. Transfer of Assets

- I. Without prejudice to the generality of clause 6.1 above, upon the coming into effect of this scheme and with effect from the Appointed Date:



- a. All the assets, properties and entitlements comprised in the Undertakings, of whatsoever nature and wheresoever situate, movable and immovable, and which are incapable of passing by manual delivery, shall under the provisions of Section 230 to 232 and all other provisions, if any, of the Act, without any further act or deed, be and stand transferred to and vested in the Transferee Company or be deemed to be transferred to or vested in the Transferee Company as a going concern so as to become, as from the Appointed Date, the assets and properties of the Transferee Company.
- b. Without prejudice to the provisions of Clause 6.1, in respect of such of the Assets and properties of the Transferor Company, as are movable in nature or immovable or are otherwise capable of transfer by manual delivery or by endorsement and/or delivery, the same shall be so transferred by the Transferor Company and shall upon such transfer become the assets and properties of the Transferee Company without requiring any deed or instrument or conveyance for the same.
- c. In respect of the movables other than those dealt with in sub-clause (b) above including sundry debtors, receivables, bills, credits, loans and advances, if any, recoverable in cash or in kind or for value to be received, bank balances, investments, earnest monies and deposits, if any, with any Government authorities, or with any company or other person, the Transferor Company, shall, if required give notice in such form as it may deem fit and proper, to each person, debtor or depositor, as the case may be, that pursuant to the NCLT having sanctioned the amalgamation of the Transferor Company with the Transferee Company, under Sections 230 to 232 of the Act, the said debt, loan, advance or deposit be paid or made good or held on account of the Transferee Company as the person entitled thereto and that appropriate entry should be passed in the books to record the aforesaid change. The Transferee Company shall, if required, also give notice in such form as it may deem fit and proper to each person, debtor or depositor that, pursuant to NCLT having sanctioned the amalgamation of the Transferor Company with the Transferee Company under Sections 230 to 232 of the Act, the said debt, loan, advance, balance



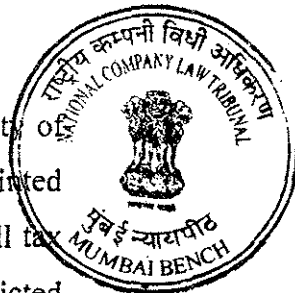
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deposit be paid or made good or held on account of the Transferee Company.

- d. All the licenses, permits, quotas, approvals, trademarks, brands, permissions, registrations, incentives, subsidies, concessions, grants, rights, claims, leases, tenancy rights, liberties, special status and other benefits or privileges enjoyed or conferred upon or held or availed of by the Transferor Company and all rights and benefits that have accrued or which may accrue to the Transferor Company, whether before or after the Appointed Date, shall pursuant to the provisions of Section 232 of the Act, without any further act, instrument or deed, cost or charge be and stand transferred to and vest in or be deemed to be transferred to or vested in and be available to the Transferee Company so as to become as and from the Appointed Date licenses, permits, quotas, approvals, permissions, registrations, incentives, subsidies, concessions, grants, rights, claims, leases, tenancy rights, liberties, special status and other benefits or privileges of the Transferee Company and shall remain valid, effective and enforceable on the same terms and conditions.

- II. All Assets and properties comprised in the Undertaking of the Transferor Company as on the Appointed Date, whether or not included in the books of the Transferor Company, and all assets and properties, which are acquired by the Transferor Company, on or after the Appointed Date, shall be deemed to be and shall become assets and properties of the Transferee Company by virtue of and in the manner provided in this Scheme.

- III. For the avoidance of doubt and without prejudice to the generality of the foregoing, it is hereby clarified that with effect from the Appointed Date, and upon the scheme becoming effective, the benefits of all tax credits, tax losses etc. under various Acts including but not restricted to Income Tax Act, VAT, Excise Act etc. to which the Transferor Company is entitled to shall vest in and become available to the Transferee Company. In so far as the various incentives, subsidies, tax benefits or any other exemptions pertaining to the Undertaking of Transferor Company, rehabilitation Schemes, special status and other



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benefits or privileges enjoyed, granted by any Government authority or by any other person, or availed of by the Transferor Company or tax credits relating to the Undertaking of Transferor Company, are concerned, the same shall vest with and be available to Transferee Company on the same terms and conditions.

6.4. Transfer of Liabilities & Reserves

Without prejudice to the generality of Clause 6.1 above, upon coming into effect of this Scheme and with effect from the Appointed Date, all debts, liabilities, duties, obligations of every kind, nature and description of the Transferor Company, and all the revenue as well as capital reserves of the Transferor Company, shall pursuant to the sanction of the Scheme by the NCLT and pursuant to the provisions of sections 230 to 232 and other applicable provisions, if any, of the Act, without any further act or deed, be transferred to or be deemed to be transferred to the Transferee Company so as to become as from the Appointed Date the debts, liabilities, duties, obligations and reserves of the Transferee Company on the same terms and conditions as were applicable to the Transferor Company and further that it shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, liabilities, duties and obligations have arisen, in order to give effect to the provisions of this clause.

6.5. The transfer of property and liabilities to and the continuance of proceedings by the Transferee Company under Clause 6.1 to 6.4 above shall not affect any transaction or proceedings already concluded by the Transferor Company till, on or after the Appointed Date and till the Effective Date to the end and intent that the Transferee Company accepts and adopts all acts, deeds and things done and executed by the Transferor Company in regard thereto as done and executed by the Transferee Company on its own behalf. Furthermore, as from the Appointed Date, the Transferor Company shall be deemed to have carried on and to be carrying on the business on behalf of and in trust for the Transferee Company until such time as the Scheme effect.



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6.6. It is clarified that all owing, liabilities, duties and obligations of the Transferor Company as on the Appointed Date whether provided for or not in the books of accounts of the Transferor Company and all other liabilities which may accrue or arise after the Appointed Date but which relate to the period on or upto the day of the Appointed Date shall be the debts, liabilities, duties and obligations of the Transferee Company including any encumbrance on the assets of the Transferor Company or on any income earned from those assets. It is further clarified that, as and from the effective date, the tax proceedings shall be continued and enforced by or against the Transferee Company in the same manner and to the same extent as would or might have been continued by or enforced against the Transferor Company.

6.7. Loans, debt securities, Debentures or other obligations, if any, due between or amongst the Transferor Company and the Transferee Company shall stand discharged and there shall be no liability in that behalf with effect from the Appointed Date.

6.8. Transfer of Assets subject to Charge

The transfer as aforesaid shall be subject to charges / hypothecations / mortgages over the assets or any part thereof provided, however, that any reference in any security document or any arrangements to which the Transferor Company is a party, to the assets or properties of the Transferor Company offered as security for any financial assistance or obligations to the secured creditor/s of the Transferor Company, shall be construed only to be to the respective Assets or Properties pertaining to the Undertaking of the Transferor Company as are vested in the Transferee Company by virtue of this clause to the end and intent that such security, mortgage and charge shall not extend or be deemed to extend to any Assets or any other units or divisions of the Transferee Company unless specifically agreed to by the Transferee Company with such secured creditor/s and subject to consents and approvals of the existing secured creditors of the Transferee Company, if any. This Scheme shall not operate to enlarge / enhance any security created by the Transferee Company.



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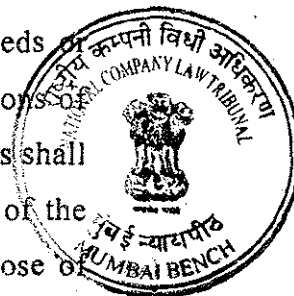
6.9. Transfer of Assets, Liabilities and Reserves

All the assets, liabilities and reserves of the Transferor Company as appearing in its books of accounts shall be incorporated and dealt with in books of the Transferee Company as provided in the scheme.

7. STAFF, WORKMEN & EMPLOYEES

7.1. The Transferee Company will take over all the staff, workmen (including working Directors) in the service of the Transferor Company immediately preceding Effective Date, and that they shall become the staff, workmen and employees, of the Transferee Company on the basis that their services shall be deemed to have been continuous and not have been interrupted by reasons of the said transfer. The terms and conditions of service applicable to such staff, workmen or employees after such transfer shall not in any way be less favorable to them than those applicable to them immediately preceding the transfer.

7.2. As far as Provident Fund, Gratuity Fund or any other Special Fund or schemes existing for the benefit of the employees of the Transferor Company are concerned, upon the Scheme becoming effective, the Transferee Company shall be substituted for the Transferor Company for all purposes whatsoever related to the administration / operation of such Funds or schemes or in relation to the obligation to make contribution to the said Funds or schemes in accordance with provisions of such Funds or Schemes or according to the terms provided in the respective Trust Deeds or other documents. All the rights, duties, powers and obligations of the Transferor Company in relation to such Funds or Schemes shall become those of the Transferee Company and the services of the employees will be treated as being continuous for the purpose of the aforesaid Funds or Schemes.



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8. LEGAL PROCEEDINGS

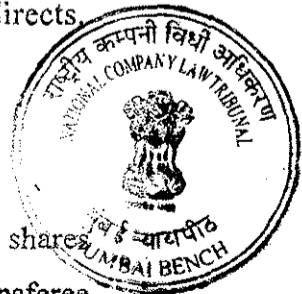
8.1. If any suit, appeal or proceedings of whatsoever nature (hereinafter referred to as "the said proceedings") by or against any of the Transferor Company be pending, the same shall not abate or be discontinued or in any way be prejudicially affected by reason of the transfer of the Undertaking of the Transferor Company or by anything in this Scheme, but the said proceedings may be continued, prosecuted and enforced, as the case may be, by or against the Transferee Company in the same manner and to the same extent as it would be or might have been continued and enforced, as the case may be, by or against the Transferor Company if this Scheme had not been made.

9. THE TRANSFER OF UNDERTAKING NOT TO AFFECT TRANSACTIONS / CONTRACTS OF TRANSFEROR COMPANY

9.1. The transfer and vesting of the undertaking under Clause 6 hereof and the continuance of the said proceedings by or against the Transferee Company under Clause 8 hereof shall not affect any transaction or proceedings already concluded by or against the Transferor Company after the Appointed Date to the end and intent that the Transferee Company accepts and adopts all acts, deeds and things done or executed by the Transferor Company after the Appointed Date as done and executed on its behalf. The said transfer and vesting pursuant to Section 232 of the Act, shall take effect from the Appointed Date unless the NCLT otherwise directs.

10. CONSIDERATION / ISSUE OF SHARES

10.1. Upon the Scheme becoming effective, the entire paid-up equity shares of the Transferor Company, as are being held by the Transferee Company, shall be cancelled and shall be deemed to have been cancelled without any further act or deed, and no Shares of the Transferee Company are required to be issued in lieu thereof.



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11. ACCOUNTING TREATMENT

11.1. The amalgamation shall be accounted for in the books of account of the Transferee Company according to the applicable accounting standards i.e. Indian Accounting Standards (Ind AS) notified under Section 133 of the Act read with relevant rules issued thereunder and in accordance with prevailing guidelines.

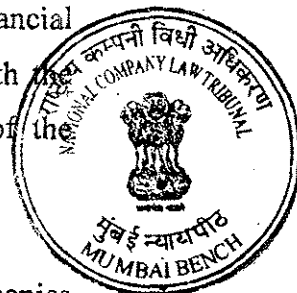
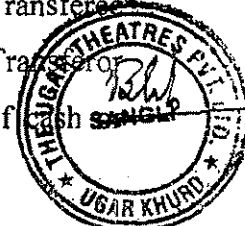
11.2. Upon the Scheme becoming effective, all assets and Liabilities, including reserves of the Transferor Companies shall be recorded in the books of the Transferee Company at their existing carrying values and in the same form under 'Pooling of Interest Method' as described in Appendix "C" of Indian Accounting Standards 103 ("Ind AS 103"), Business Combinations, which provides guidance on accounting for Business Combinations of Entities under "Common Control" issued by the Institute of Chartered accountants of India.

11.3. The pooling of interest method is considered to involve the following:

- (i) The assets and liabilities of the combining entities are reflected at their carrying amounts.
- (ii) No adjustments are made to reflect fair values, or recognize any new assets or liabilities. The only adjustments that are made are to harmonize accounting policies.
- (iii) The financial information in the financial statements of the Transferee Company in respect of prior periods should be restated as if the merger had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

11.4. The balance of the retained earnings appearing in the financial statements of the Transferor Companies will be aggregated with the corresponding balance appearing in the financial statements of the Transferee Company.

11.5. The difference between the share capital of the Transferor Companies and the aggregate face value of the equity shares of the Transferee Company issued and allotted by it to the members of the Transferor Companies plus any additional consideration in the form of



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other assets pursuant to the Scheme shall be adjusted in the capital reserve account.

11.6. The identity of the reserves of the Transferor Companies shall be preserved and they shall appear in the financial statements of the Transferee Company in the same form and manner in which they appear in the financial statements of the Transferor Companies, prior to this Scheme being made effective.

11.7. To the extent there are inter-corporate loans or balances between the Transferor Companies and the Transferee Company, the obligations in respect thereof shall come to an end and corresponding effect shall be given in the books of accounts and records of the Transferee Company for the reduction of any assets or liabilities, as the case may be.

11.8. The Scheme set out herein in its present form or with any modification(s) or amendment(s) approved, imposed or directed by the Tribunals or any other Governmental Authority shall be effective from the Appointed Date but shall be operative from the Effective Date. However, if the Ind AS 103 require the amalgamation to be accounted with effect from a different date, then it would be accounted as per the requirements of Ind AS 103, for accounting purpose, to be compliant with the Indian accounting standards. For regulatory and tax purposes, amalgamation would have been deemed to be effective from the Appointed Date of this Scheme.

11.9. In case of any differences in accounting policies between the Transferor Companies and the Transferee Company, the accounting policies followed by the Transferee Company shall prevail to ensure that the financial statements of the Transferee Company reflect the financial position on the basis of consistent accounting policies. The difference, if any, in the accounting policies between the Transferor Companies and Transferee Company, shall be ascertained and the impact of the same will be quantified and adjusted in the retained earnings or another affected component of equity of the Transferee Company, as applicable, in accordance with the requirements of AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors.



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11.10. The costs relating to the Scheme (mentioned in Clause 25 below) will be accounted in accordance with Ind AS 103.

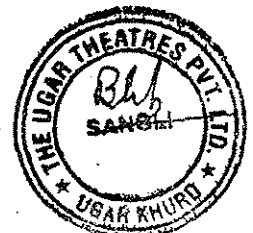
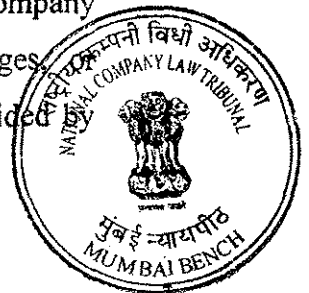
12. INCREASE IN AUTHORISED SHARE CAPITAL OF THE TRANSFEREE COMPANY

12.1. Upon the Scheme being finally effective, the Authorised Capital of the Transferor Company will not get merged with that of the Transferee Company and the Authorised Capital of the Transferee Company will not be increased.

12.2. Thus, the authorised capital of the Transferee Company would become Rs. 20,00,00,000/- (Rupees Twenty Crore only) comprising of 20,00,00,000 (Twenty Crores) Equity Shares of Rs. 1/- (Rupees One Only) each. The capital clause of the Transferee Company will read as follows:

Clause V

The authorised share capital of the Company is Rs. 20,00,00,000/- (Rupees Twenty Crore only) comprising of 20,00,00,000 (Twenty Crores) Equity Shares of Rs. 1/- (Rupees One Only) each with power to increase all or to reduce the capital of the company to divide, sub-divide the shares in the capital for the time being into Equity, Preference and Redeemable Preference Shares subject to the provision of the Companies Act, 2013, and to attach thereto such preferential, qualified or special rights, privileges, or conditions as may be determined by or in accordance with the regulations of the company and to vary, modify or abrogate any such rights, privileges, conditions in such manner as may be for the time being provided by the regulations of the Company.



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13. CONDUCT OF BUSINESS

13.1. Transferor Company as Trustee

- a. With effect from the Appointed Date and up to and including Effective Date, the Transferor Company shall carry on and shall be deemed to have carried on all their business and activities as hitherto and shall hold and stand possessed of and shall be deemed to have held and stood possessed of the Undertaking on account of and for the benefit of and in trust for, the Transferee Company, as the transferee company is taking over the business as going concern. The Transferor Company shall preserve and carry on their business and activities with reasonable diligence and business prudence and shall neither undertake any additional financial commitments of any nature whatsoever, borrow any amounts nor incur any other liabilities or expenditure, issue any additional guarantees, indemnities, letters of comfort or commitments either for themselves or on behalf of any third parties, sell, transfer, alienate, charge, mortgage or encumber or deal with the Undertaking or any part thereof save and except in the ordinary course of business as carried on by them as on the date of filing of this Scheme with the NCLT or if written consent of the Transferee Company has been obtained.

13.2. Profit or Losses up to Effective Date

- a. With effect from the Appointed Date and upto and including the Effective Date, all profits or incomes accruing or arising to the Transferor Company or all expenditure or losses incurred or arising, as the case may be, by the Transferor Company shall, for all purposes, be treated and deemed to be and accrue as the profits or incomes or expenditures or losses, as the case may be, of the Transferee Company.

13.3. Taxes

All taxes paid or payable by the Transferor Company in respect of the operations and / or profits of the business before the Appointed Date and from the appointed date till the effective date, shall be on account



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of the Transferor Company and in so far as it relates to the tax payment by the Transferor Company in respect of the profits or activities or operation of the business after the Appointed Date, the same shall be deemed to be the corresponding item paid by the Transferee Company and shall in all proceedings be dealt with accordingly.

- b. Any refund under Income tax Act, 1961 or other applicable laws or regulations dealing with taxes allocable or related to the business of the Transferor company and due to the Transferor company consequent to the assessment made on the Transferor company shall also belong to and be received by the Transferee Company.
- c. All taxes benefits of any nature, duties, cesses or any other like payments or deductions available to Transferor company under Income Tax, Sales Tax, Value Added Tax, Service Tax etc. or any Tax deduction/Collections at Source, MAT Credit, tax credits, benefits of CENVAT credits, benefits of input credits up to the Effective Date shall be deemed to have been on account of or paid by the Transferee Company and the relevant authorities shall be bound to transfer to the account of and give credit for the same to Transferee company upon the passing of the order by the NCLT.

14. ENFORCEMENT OF CONTRACTS, DEEDS, BONDS & OTHER INSTRUMENTS

- 14.1. Subject to other provisions contained in this Scheme, all contracts, deeds, bonds, agreements and other instruments of whatever nature which the Transferor Company is a party subsisting or having effect immediately before the Amalgamation, shall remain in full force and effect against or, as the case may be, in favour of the Transferee Company and may be enforced as fully and effectively as if instead of the Transferor Company, the Transferee Company was a party thereto. Without prejudice to the other provisions of this Scheme notwithstanding the fact that vesting of the Undertaking occurred by virtue of this Scheme itself, the Transferee Company may, at any time after the coming into effect of this Scheme in accordance with the



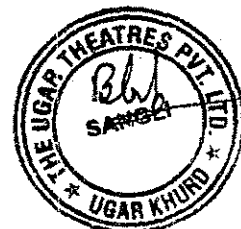
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provisions hereof, if so required under any law or otherwise, take such actions and execute such deeds, confirmations or other writings or arrangements to which the Transferor Company is a party or any writings as may be necessary in order to give formal effect to the provisions of this Scheme. The Transferee Company shall, under the provisions of this Scheme, be deemed to be authorized to execute any such writings on behalf of the Transferor Company and to carry out or perform all such formalities or compliances referred to above on the part of the Transferor Company to be carried out or performed.

14.2. For the avoidance of doubt and without prejudice to the generality of the foregoing, it is clarified that upon the coming into effect of this Scheme, all consents, permissions, licenses, certificates, clearances, authorities, powers of attorney given by, issued to or executed in favour of the Transferor Company shall stand transferred to the Transferee Company and the Transferee Company shall be bound by the terms thereof, the obligations and duties there under, and the rights and benefits under the same shall be available to the Transferee Company. The Transferee Company shall receive relevant approvals from the Government Authorities concerned as may be necessary in this behalf.

15. MATTERS RELATING TO SHARE CERTIFICATES

15.1. The Share Certificates held by the Shareholders of the Transferor Company shall automatically stand cancelled without any necessity of them being surrendered to the Transferee Company.



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PART III - GENERAL TERMS AND CONDITIONS

16. APPLICATION TO NCLT

16.1. Necessary applications and / or petitions by the Transferee Company and Transferor Company shall be made for the sanction of the Scheme of Amalgamation to the NCLT, for sanctioning of this Scheme under the provisions of law and obtain all approvals as may be required under the law.

17. MODIFICATION OR AMENDMENTS TO THE SCHEME

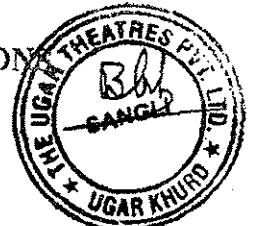
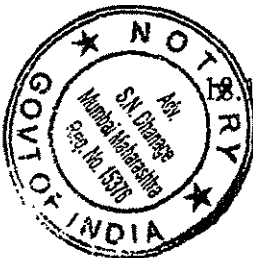
17.1. Subject to approval of NCLT, the respective Boards or the respective authorized representative appointed by the Board of the Transferee Company and the Transferor Company may assent to any modifications, alterations or amendments of this Scheme or any conditions which the NCLT and / or any other competent authority may deem fit to direct or impose and the said respective Boards and after dissolution of the Transferor Company, the Board of the Transferee Company may do all such acts, things and deeds necessary in connection with or to carry out the Scheme into effect and take such steps as may be necessary, desirable or proper to resolve any doubts, difficulties or questions whether by reason of any order of the NCLT or any directions or order of any other authorities or otherwise howsoever arising out of, under or by virtue of this Scheme and / or matters concerned or connected therewith.

17.2. The Transferor Company or the Transferee Company may withdraw this Scheme prior to the effective date at any time.

18. SCHEME CONDITIONAL ON APPROVALS / SANCTIONS

The Scheme is conditional upon and subject to:

The approval by the requisite majorities of the respective members of the Transferor Company and the Transferee Company, as required under the Act.



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18.2. The sanction or approval of the authorities concerned being obtained and granted in respect of any of the matters for which such sanction or approval being required.

18.3. The requisite orders of the NCLT referred to in Clause hereof being obtained.

18.4. The sanction of the Scheme by the NCLT under Sections 230 to 232 of the Act and to the necessary order sanctioning the Scheme being filed with the Registrar of Companies, Pune as well as Registrar of Companies, Mumbai.

19. OPERATIVE DATE OF THE SCHEME

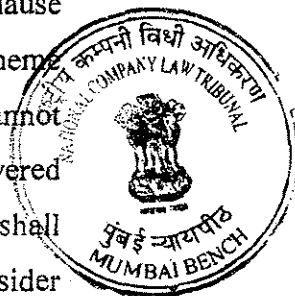
19.1. The Scheme, although operative from the Effective Date, shall become effective from the Appointed Date.

20. BINDING EFFECT

20.1. Upon the Scheme becoming effective, the same shall be binding on the Transferor Company and the Transferee Company and all concerned parties without any further act, deed, matter or thing.

21. EFFECT OF NON-RECEIPT OF APPROVALS

21.1. In the event any of the said approvals or sanctions referred to in Clause 18 above not being obtained or conditions enumerated in the Scheme not being complied with, or for any other reason, the Scheme cannot be implemented, the Boards of Directors or committee empowered thereof of the Transferor Company and the Transferee Company shall by mutual agreement waive such conditions as they consider appropriate to give effect, as far as possible, to this Scheme and failing such mutual agreement, the Scheme shall become null and void and shall stand revoked, cancelled and be of no effect and each party shall bear and pay their respective costs, charges and expenses in connection with the Scheme.



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22. GIVING EFFECT TO THE SCHEME

22.1. For the purpose of giving effect to the Scheme, the Board of Directors of the Transferee Company or any Committee thereof, is authorised to give such directions as may be necessary or desirable and to settle as they may deem fit, any question, doubt or difficulty that may arise in connection with or in the working of the Scheme and to do all acts, deeds and things necessary for carrying into effect the Scheme.

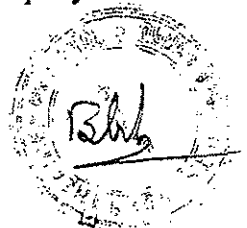
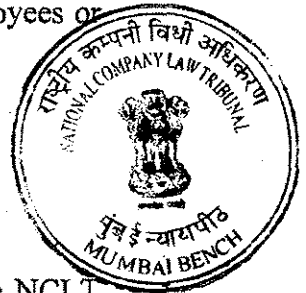
22.2. On implementation of the Scheme, from the Appointed Date, all the premises of the Transferor Company will become that of the Transferee Company. The registrations of the same with the respective Departments/authorities under the Income Tax Act, The Central Excise Act, the Central Sales Tax Act, Value Added Tax Acts, the Labor Acts like P.F./ E.S.I. Acts, Shop and Establishment Act etc. or any other statute or under any relevant Act(s) or enactments(s) will be considered to be in the name of the Transferee Company and for all purposes the said premises will separately be considered as place of removal of Transferee Company in terms of Sub-Section 3(c) of Section 4 of the Central Excise Act, 1944.

23. EFFECT OF SCHEME NOT GOING THROUGH

23.1. In the event of this Scheme failing to take effect finally for whatsoever reasons, this Scheme shall become null and void and in that case no rights and liabilities whatsoever shall accrue to or be incurred inter se between the parties or their Shareholders or Creditors or employees or any other person.

24. DISSOLUTION OF THE TRANSFEROR COMPANY

24.1. Upon the Scheme being sanctioned by an Order made by the NCLT under Sections 230 to 232 of the Act, the Transferor Company shall stand dissolved without winding up on the Effective Date.



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25. COSTS

25.1. All costs, charges, taxes including duties, levies and all other expenses, if any (save as expressly otherwise agreed) of the Transferor Company and the Transferee Company arising out of or incurred in carrying out and implementing this Scheme and matters incidental thereto shall be borne by the Transferee Company.

Certified True Copy _____
Date of Application 26/10/2023
Number of Pages 32
Fee Paid Rs. 160/-
Applicant called for collection copy on 02/11/23
Copy prepared on 31/10/2023
Copy issued on 02/11/2023




Deputy Registrar 31/10/2023

National Company Law Tribunal, Mumbai Bench

