



# Kandagiri Spinning Mills Ltd.

Ref.: KSML/CS/90/2018-19

Date: 14-02-2019

Bombay Stock Exchange Limited,  
Floor 25, P.J.Towers,  
Dalal Street,  
Mumbai 400 001

Dear Sir,

**Sub: Disclosure of Information pursuant to reg. 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Sale of some of the assets of the Company.**

In accordance with the above referred regulation, we hereunder furnish the following details:

(i) Sale Particulars:

As approved by the Board of Directors of the Company in their Meeting held on 13.02.2019, the Company has finalised the sale of Unit-II asset of the Company, situated at Seshanchavadi, Salem and the surplus land and building of Unit-I, situated at Udayapatti, Salem, mainly to meet the repayment obligations of Banks Term loan, Working Capital loan (Principal & Interest), subject to obtaining the approval of the Company's Bankers.

(ii) the amount and percentage of the turnover of such unit of the listed entity during the last financial year:

Turnover details of the assets proposed to be sold as follows:

- Turnover of Unit-II during FY 2017-18 is Rs. 28.75 Cr (52.88% of the total turnover of the Company during the FY 2017-18).
- Not applicable w.r.t Surplus land and building of Unit-I.

(iii) the expected date of completion of sale/disposal: 31<sup>st</sup> March, 2019

(iv) Total sale consideration: Rs. 25.50 Crore

(v) Details of buyer(s):

- Sri Venkateswara Spinning Mills
- Sri Vasavi Vidhya Trust

The buyers do not belong to the promoter/ promoter group/group companies

(vi) whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length": No

(vii) additionally, in case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale:

Though it is a slump sale for a lump sum consideration, there is no amalgamation or merger.

This is for your information and records.

Thanking you,

Yours faithfully,  
For Kandagiri Spinning Mills Limited

(R. Selvarajan)

Managing Director



CIN : L17111TZ1976PLC000762

Regd. Off: Mill Premises, Udayapatti (P.O), P.B.No.3, Salem - 636 140. Phone : Mill 0427-2244400

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