



स्कूटर्स इण्डिया लिमिटेड

(पब्लिक एंटरप्राइज का उद्भव)
प्रदोषनी नगर, लखनऊ-226008

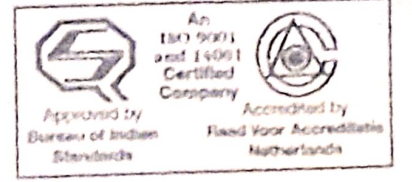
Scooters India Limited

(A Government of India Enterprise)

Post Bag No.23, Barojini Nagar, Lucknow-226008

CIN: L25111UP1972GO1003599; website: www.scootersindia.com

Email: cs@scootersindia.com



SIL/BSE/2021
Date: 28.01.2021

To,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai 400 001, India.

Ref: Scrip Code: 505141 - Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

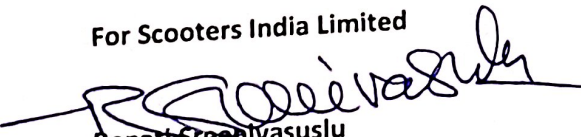
Dear Sir/ Ma'am,

Pursuant to the provisions of the Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform that Govt. of India, Ministry of Heavy Industries & Public Enterprises, Department of Heavy Industry, New Delhi. Vide letter No. F. No. 3(1)/2020-PE-VI, Dated 28.01.2021 has communicated that the competent authority has approved the Closure of Scooters India Limited. The Copy of the said letter is attached herewith as Annexure – 1.

We humbly request you to kindly take the above on your records.

Thanking You,

For Scooters India Limited


Renati Sreenivasulu
Chairman & Managing Director

Encl.: as above

No.3(1)/2020-PE-VI
Government of India
Ministry of Heavy Industry & Public Enterprises
Department of Heavy Industry
(PE-VI Section)

Udyog Bhawan, New Delhi
Dated 28th January, 2021

To

Shri R. Sreenivasulu,
Chairman-cum-Managing Director,
Scooters India Limited,
Sarojini Nagar,
Lucknow – 226008 (UP)

Subject: Closure of Scooters India Limited (SIL).

Sir,

I am directed to say that competent authority in respect of the above subject matter has approved the following:

- i. Shutting down the operations of the plant/unit of SIL and closure of the company.
- ii. Seeking Loan (with interest) of Rs. 65.12 crore required for closure from Government of India.
- iii. Separating the regular employees rendered surplus due to closure of the plant through VRS/VSS and payment of all their outstanding salary/wages and statutory dues. The VRS/VSS of the staff will be completed over a period of three months with specific tasks assigned to them. So that they finish all the ground work required for closure operations, before leaving. Employees not opting for VRS/VSS will be retrenched as per the provisions of Industrial Disputes Act, 1947.
- iv. Return of Land to UPSIDA. The total land about 147.499 acres is to be returned to UPSIDA at the mutually agreed rates,
- v. Delisting of SIL shares from Stock Exchange: Before closure of the company under section 248(2) of the Companies Act, the shares are required to be delisted from Bombay Stock Exchange (BSE). The shares with the public are to be acquired and payout is to be made to public shareholders by GoI, as per procedure prescribed in SEBI (Delisting of Equity Shares) Regulation 2009.
- vi. Monetization of Trademarks and Brands of SIL: Before closure of the company, the trademarks/brands available with the company are to be monetized and the proceeds are to be utilized for the closure process. If the

company fails to monetize the same in a timely manner, the brands/trademarks will be vested in Gol, with a right to vest the same in another government company.

Vii Funds are likely to be received by the company in due course from sale of movable assets, proceeds of return of land to UPSIDA and sale of Brands and Trademarks, which will be used to pay back the earlier outstanding interest free loan of Rs 16 crore from Gol and the loan with interest of Rs 65.12 crore being sought at present. The balance amount received from disposal of the assets and after paying back the Gol loan will be returned back to Gol in lieu of the GOI's equity in the company.

viii. Disposal of plant/machinery and movable assets will be done through e-auction by MSTC Ltd. Terms of appointment of MSTC will be in accordance with DPE/Government guidelines.

2. In view of the above, you are requested to take appropriate action as above. The timelines as per guidelines of DPE on closure vide its OM dated 14.06.2018 may be strictly adhered to.

Yours faithfully,

Encl: As above


28-1-2021
(Rama Kant Singh)
Director

Copy for information and necessary action to:

1. Shri S.G.P. Verghese, Director, Cabinet Secretariat, New Delhi.
2. B&A Section, Department of Heavy Industry.