

Ref. No: 2024-25/032

May 13, 2024

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Bandra-Kurla Complex,
Bandra (E), Mumbai 400 051
Scrip Code: COROMANDEL

BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.
Scrip Code: 506395

Dear Sir / Madam,

Subject : Acquisition of equity stake in Dhaksha Unmanned Systems Private Limited by Coromandel Technology Limited, a wholly owned subsidiary of the Company

Pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we write to inform that Coromandel Technology Limited, a wholly owned subsidiary of the Company, has executed agreements to acquire additional shareholding in Dhaksha Unmanned Systems Private Limited (Dhaksha) at a consideration of Rs. 149,97,70,240/-. Post completion of the above transactions, the Company, through its wholly owned subsidiary, Coromandel Technology Limited, will increase its equity stake in Dhaksha from existing 51.02% to 58.01%.

Further details relating to the above-mentioned acquisition as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD1/P/CIR/2023/123 dated July 13, 2023 is enclosed as Annexure.

Kindly take the above information on record.

Thanking you,

Yours truly,
For **Coromandel International Limited**

B. Shanmugasundaram
Company Secretary & Compliance Officer

Encl: Annexure

Annexure

Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

Disclosure Requirement	Details
a) Name of the target entity, details in brief such as size, turnover etc.	<p>Dhaksha Unmanned Systems Private Limited (Dhaksha), incorporated in 2019 and headquartered in Chennai, is a leading player in drone space in India, providing complete range of Unmanned Aerial Systems (UAS) technology solutions across Agriculture, Defense, Surveillance and Enterprise applications. It also offers Remote Pilot training services.</p> <p>Issued and Paid-up equity share capital of Dhaksha is Rs. 1.31 Lakhs. The turnover of Dhaksha for FY 2023-24 was Rs. 46.40 crores.</p>
b) Whether the acquisition would fall within related party transaction(s) and whether the promoter/promoter group/group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arms' length."	<p>The acquisition falls within the meaning of a related party transaction. The Company, through its wholly owned subsidiary Coromandel Technology Limited, has signed agreements to acquire additional equity stake in Dhaksha thereby increasing the equity stake from 51.02% to 58.01% in Dhaksha. The current transaction is at arm's length. Except to the extent of shares held by the Company in Coromandel Technology Limited (CTL) and CTL in Dhaksha, the promoter/promoter group/group companies of the Company does not have any interest in Dhaksha.</p>
c) Industry to which the entity being acquired belongs.	<p>Unmanned Aerial Systems (UAS) and related equipments.</p>
d) Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity if the business is outside the main line of business of the listed entity).	<p>Investment in Dhaksha is in continuation with Coromandel's strategy to identify promising avenues of growth outside its core operations which would be value accretive for its shareholders. Coromandel in July 2023 has acquired a majority stake in Dhaksha. This investment will further strengthen</p>

Disclosure Requirement	Details								
	<p>Coromandel's presence in the fast-growing UAS segment.</p> <p>This investment into Dhaksha is to support the R&D, new product development activities and its working capital requirements of Dhaksha.</p>								
e) Brief details of any governmental or regulatory approvals required for the acquisition.	Not applicable.								
f) Indicative time period for completion of the acquisition.	The acquisition of additional shareholding is expected to be completed in May 2024								
g) Nature of consideration – whether cash consideration or share swap and details of the same.	Cash Consideration								
h) Cost of acquisition or the price at which the shares are acquired.	The total cost of acquisition will be Rs. 149.98 Crores.								
i) Percentage of shareholding / control acquired and/or number of shares acquired.	As part of this transaction, Coromandel Technology Limited is acquiring additional 2,180 shares of Dhaksha. Post completion of the transactions, the Company, through its wholly owned subsidiary, Coromandel Technology Limited, will increase its shareholding in Dhaksha from 51.02% to 58.01%.								
j) Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which acquired entity has presence and any other significant information (in brief).	<p>Dhaksha, incorporated in 2019 and headquartered in Chennai, Tamil Nadu, India is a leading player in drone space in India, providing complete range of Unmanned Aerial Systems (UAS) technology solutions across Agriculture, Defense, Surveillance and Enterprise applications. It also offers Remote Pilot training services and has trained several drone pilots till date.</p> <p>Date of Incorporation: 02 April 2019</p> <p>Last 3 years turnover:</p> <table border="1"> <thead> <tr> <th>Financial Year</th> <th>Turnover (Rs. Crores)</th> </tr> </thead> <tbody> <tr> <td>2021-2022</td> <td>4.45</td> </tr> <tr> <td>2022-2023</td> <td>8.99</td> </tr> <tr> <td>2023-2024</td> <td>46.40</td> </tr> </tbody> </table>	Financial Year	Turnover (Rs. Crores)	2021-2022	4.45	2022-2023	8.99	2023-2024	46.40
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