



International Combustion (India) Limited

Regd. Off.: Infinity Benchmark, 11th Fl., Plot No. G-1,
Block-EP & GP, Sector-V, Salt Lake, Kolkata - 700 091, India
18th November, 2020

M/s. Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers, Dalal Street
Mumbai - 400 001

Scrip Code : 505737

Sub : Termination of Joint Venture Agreement

Dear Sirs,

In compliance with Regulation 30 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Schedule III to the said Regulations and Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015, issued by the Securities & Exchange Board of India, we hereby inform you that the Company and Allgaier Werke GmbH, Germany, have mutually decided to terminate the Joint Venture Agreement executed between the parties on 23rd July, 2012, for the creation of a Joint Venture Company by the name of Mozer Process Technology Private Limited, which was incorporated on 22nd May, 2013, with 50% stake held in it by each party, for the marketing, sale, commissioning and servicing in India and certain other South-Asian countries, as specified in the said Agreement, of Dryers manufactured by the Company under technical know-how transfer and licence from Allgaier Process Technology GmbH, Germany, in terms of a separate technology transfer agreement of even date, which, however, shall continue.

The aforementioned decision has duly received the approval of the Board of Directors of the Company, accorded at its meeting held on 11th November, 2020, and the impact of the same is as follows :-

- a) The Board has accorded its approval for the writing down/off in its books, the total investment of Rs. 50 lakh made by the Company in the JV Company (plus any further loss that the Company may have to recognize due to the complete erosion of the net worth of the JV Company at the time of its closing) & for initiating steps for the complete cessation/closing down of the operations of the JV Company, which are expected to be completed by 31st December, 2020. Accordingly, it may be noted that the Company shall not, henceforth, be publishing Consolidated Financial Results/Statements & shall only be publishing Standalone Financial Results/Statements with effect from the quarter ending 31st December, 2020, and
- b) The technology transfer agreement dated 23rd July, 2012, executed between the Company and Allgaier Process Technology GmbH, Germany, shall continue to be in force and the Dryers manufactured by the Company under technical know-how transfer and licence from Allgaier, shall, henceforth, be marketed and sold in India and the other South-Asian countries directly by the Company. The primary reason for closing down the operations of and eliminating the JV Company is to reduce the cost of the end product, namely Dryers, in an already highly competitive market.

Thanking You,

Yours faithfully,
For International Combustion (India) Limited
Saha
S. C. Saha
Company Secretary