



October 14, 2022

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001 Company Code No.: 543268	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: DRCSYSTEMS
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Dear Sir/ Ma'am,

Sub: Intimation – Acquisition of stake in Nextenders (India) Private Limited

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), we hereby inform you that the Board of Directors at its meeting held today has considered and approved to acquire 23.34% stake in Nextenders (India) Private Limited (“Nextenders”). Post acquisition, Nextenders would become an Associate Company.

The details as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/ CFD/CMD/4/2015 dated September 9, 2015 are given in Annexure - A to this letter.

The said details are also available on the website of the Company at www.drcsystems.com

Kindly take the same on your records.

Thanking You,

Yours faithfully,

For, DRC Systems India Limited

Jainam Shah
Company Secretary

Encl.: As above

DRC SYSTEMS INDIA LIMITED

24th Floor, GIFT Two Building, Block no. 56, Road – 5C, Zone – 5, GIFT CITY, Gandhinagar – 382355, Gujarat, India

Contact: +91-79-67772222 | ir@drcsystems.com | www.drcsystems.com

CIN: L72900GJ2012PLC070106

As per Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find below disclosure regarding acquisition:

Sr. No.	Details of Events need to be provided	Information of such Events								
1	Name of the target entity, details in brief such as size, turnover, etc.	<p>Nextenders (India) Private Limited (“Nextenders”) incorporated on April 26, 2000.</p> <p>Paid up Share Capital: Rs. 74,29,470 consisting of 7,42,947 Equity Shares of Rs. 10/- each.</p> <p>Turnover: Rs. 722.43 Lakhs as on March 31, 2022.</p>								
2	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”	The transaction would not fall within related party transaction. The Promoters/ Promoter group/ group companies do not have any interest.								
3	Industry to which the entity being acquired belongs	Software Systems, Solutions & Related Services								
4	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	Nextenders is engaged in the business of Electronic Procurement Software Systems, Solutions & Related Services. Nextenders has strong presence in India, Africa, Philippines and Mauritius in public sector. Till date, Nextenders has processed over 625,000 transactions through their softwares worth over 15 Billion USD. Nextenders has patented its systems in countries including India, UK and USA. DRC is seeing business opportunity through these presences to package product and software services.								
5	Brief details of any governmental or regulatory approvals required for the acquisition	N.A.								
6	Indicative time period for completion of the acquisition	Within 30 days								
7	Nature of consideration – whether cash consideration or share swap and details of the same	Cash								
8	Cost of acquisition or the price at which the shares are acquired	Aggregate cost of acquisition not exceeding Rs. 1.75 Crores.								
9	Percentage of shareholding / control acquired and / or number of shares acquired	23.34% shareholding. Post-acquisition, Nextenders would become an Associate Company.								
10	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 the acquired entity has presence and any other significant information (in brief)	<p>Date of Incorporation: April 26, 2000 Country: India Line of Business: Software Systems, Solutions & Related Services Turnover:</p> <table border="1"> <thead> <tr> <th>Financial Year</th> <th>Turnover (Rs. in Lakhs)</th> </tr> </thead> <tbody> <tr> <td>FY 2021-22</td> <td>722.43</td> </tr> <tr> <td>FY 2020-21</td> <td>1,111.72</td> </tr> <tr> <td>FY 2019-20</td> <td>1,457.17</td> </tr> </tbody> </table>	Financial Year	Turnover (Rs. in Lakhs)	FY 2021-22	722.43	FY 2020-21	1,111.72	FY 2019-20	1,457.17
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