

BHARAT FORGE

February 10, 2022

To,

BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001
BSE SCRIP CODE – 500493

National Stock Exchange of India Ltd.,
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East)
Mumbai- 400 051
Symbol: **BHARATFORG**
Series: **EQ**

Dear Sir,

Sub: Intimation regarding investment in the equity shares of Avaada MHVidarbha Private Limited for purchase of solar power as a single Captive User.

Ref: Notification under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform you that in furtherance of Company's ESG initiatives and emphasis on use of renewable energy sources, the Company has entered into a Power Purchase Agreement and Share Subscription and Shareholders' Agreement dated February 09, 2022 with Avaada MHVidarbha Private Limited (AMHVPL) to purchase solar power on a Single Captive User basis thereby agreeing to acquire 26% equity stake for approximately Rs. 11,37,50,000/- (Rupees eleven crore thirty seven lakhs fifty thousand only) in AMHVPL. The investment is being made in compliance with the provisions of Electricity Act, 2003 and rules made thereunder for supply of solar power of capacity upto 32.50 MW DC equivalent to 25.0 MW AC per annum.

The details as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD4/2015 dated 9th September, 2015 is given as under:

a)	Name of the target entity, details in brief such as size, turnover etc.	<p>Target Entity Name: Avaada MHVidarbha Private Limited (“AMHVPL”).</p> <p>Registered office: C-11, Sector-65, Noida-201301 Uttar Pradesh India.</p> <p>The Target Company was incorporated on April 05, 2021 and has not generated revenue from business for FY 2021-22 yet.</p>
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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 "arm's length";	No
c)	Industry to which the entity being acquired belongs;	Power & Renewable Energy
d)	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);	AMHVPL owns, operates and maintains a solar power plant for captive consumption at Village Renukapur, Distt. Yavatmal, in the state of Maharashtra. The investment will be made by the Company to get access to renewable energy which will benefit the Company from a cost saving perspective.
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 completion of the acquisition is subject to the receipt of all consents, permissions required to be obtained by AMHVPL from regulatory authority for open access for captive consumption of electricity.
g)	Nature of consideration - whether cash consideration or share swap and details of the same;	Cash
h)	Cost of acquisition or the price at which the shares are acquired;	Rs. 11,37,50,000/- (Rupees eleven crore thirty seven lakhs fifty thousand only) (approx.)
i)	Percentage of shareholding / control acquired and / or number of shares acquired;	Upon receipt of required approvals, the Company shall acquire 26% of paid up share capital of AMHVPL, resulting in AMHVPL becoming an Associate of the Company.



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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 the acquired entity has presence and any other significant information (in brief);	AMHVPL is incorporated on April 05, 2021. AMHVPL is formed as special purpose vehicle and is engaged in the business of establishing, commissioning, setting up, operating and generating of electricity/ power supply through renewable energy sources such as wind, solar, bio-mass, hydro, geo-thermal, co-generation and/ or any other means including transmission, distribution, supply and sale of such power either directly or through transmission lines. As the Company is into its first year of operations, turnover during last three financial years is not applicable
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Kindly take the same on your record.

Thanking you,

For Bharat Forge Limited,



Tejaswini Chaudhari
Company Secretary



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