

Mukand Ltd.

Regd. Office : Bajaj Bhawan, 3rd Floor
Jamnalal Bajaj Marg
226 Nariman Point, Mumbai, India 400 021
Tel : 91 22 6121 6666 Fax : 91 22 2202 1174
www.mukand.com

Kalwe Works : Thane-Belapur Road
Post office Kalwe, Thane, Maharashtra
India 400 605
Tel : 91 22 2172 7500 / 7700 Fax : 91 22 2534 8179
CIN : L99999MH1937PLC002726

14th February, 2020

Department of Corporate Services BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai- 400 001 ISIN Code: INE304A01026; INE304A04012 BSE Scrip Code : 500460	Listing Department National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block, Bandra-Kurla Complex Bandra (E), Mumbai- 400 051 ISIN Code: INE304A01026; INE304A04012 Symbol - MUKANLTD
---	--

Sub: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**LODR Regulations**”), we wish to inform you that the Board of Directors of Mukand Limited (“**Mukand**” or “**the Company**”), with the objective of consolidation of alloy steel business in Mukand Sumi Special Steel Limited (“**MSSSL**”), at its meeting held on 14th February, 2020, has considered and approved a draft framework agreement (“**Framework Agreement**”), subject to receipt of statutory and regulatory approvals as may be required, to be executed amongst Mukand, Sumitomo Corporation, Japan (“**Sumitomo**”), Mukand Sumi Metal Processing Limited (“**MSMPL**”) and MSSSL. Mukand and Sumitomo hold 60.07% and 39.93% equity share capital of MSMPL and 51% and 49% equity share capital of MSSSL respectively.

The Framework Agreement contains transactions as detailed below:

1. Step 1: Sale of 9.07% equity shares of MSMPL by the Company to Sumitomo

Mukand to sell 24,77,000 equity shares (9.07% of equity share capital) of MSMPL to Sumitomo pursuant to a share purchase agreement, to be executed between Mukand and Sumitomo, for a consideration of INR 32.20 Crs, to be paid by Sumitomo to the Company. Board approval of the Company has been received for sale of shares of MSMPL as mentioned above, subject to receipt of necessary approvals, as may be required. Post such sale, MSMPL shall continue to be a subsidiary of Mukand, with Mukand holding 51% of equity share capital and Sumitomo, other JV partner, holding balance 49% of equity share capital of MSMPL.

AW



2. **Step 2: Demerger of Alloy Steel Business of MSMPL to MSSSL**

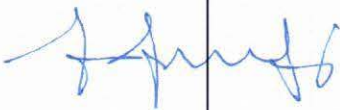
Subsequent to completion of Step 1, special alloy steel bright bars & wires business (“**Alloy Steel Business**”) of MSMPL is proposed to be demerged into MSSSL (“**Demerger**”) as a going concern, pursuant to a draft scheme of arrangement, to be entered amongst MSMPL, MSSSL and their respective shareholders and creditors under sections 230 to 232 read with section 52 and other applicable provisions of the Companies Act, 2013. Board of Directors of MSMPL & MSSSL have approved the aforesaid Demerger subject to receipt of statutory & other regulatory approvals, as may be required.

3. **Step 3: Acquisition of balance 49% equity shares of MSMPL by Mukand from Sumitomo**

Upon completion of Demerger, Mukand shall purchase 1,33,77,000 equity shares, (49% of equity share capital) of MSMPL from Sumitomo on such terms & conditions as may be mutually agreed amongst the parties. Board Approval of the Company & other requisite regulatory & statutory approvals shall be obtained in due course, as may be required. Post such acquisition, Mukand will hold 100% equity shares of MSMPL having only stainless steel bright bars & wires business.

We request you to kindly take the above on record.

Yours Faithfully,
For **Mukand Limited**



K. J. Mallya
Company Secretary