

BHARAT FORGE

June 18, 2024

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 Limited
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East)
Mumbai- 400 051
Symbol: **BHARATFORG**
Series: **EQ**

Dear Sir/Madam,

Sub.: Investment in Bharat Forge America Inc. for further investment in Bharat Forge Aluminum USA, Inc

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

Further to our intimation dated February 9, 2024, we wish to inform you that the Company has on June 18, 2024 made an additional investment of USD 40 million in Bharat Forge America Inc. (“**BFA**”) a wholly owned subsidiary of the Company. This investment falls within the pre-approved limits of the board resolution dated November 14, 2022. The funds are intended for further investment by BFA into its wholly-owned subsidiary - Bharat Forge Aluminum USA Inc. (“**BFAL**”), to facilitate BFAL's capital expenditure for aluminum forging facility.

The details required under Regulation 30 of the Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, are enclosed herewith as **Annexure I**.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Bharat Forge Limited

Tejaswini Chaudhari
Company Secretary & Compliance Officer

Encl.: as above



KALYANI

B H A R A T F O R G E

Annexure I

Disclosure of information pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023

Particulars	Bharat Forge Aluminum USA, Inc. ("BFAL").
Name of the target entity, details in brief such as size, turnover etc.	<p>BFAL was incorporated in the State of North Carolina, USA on September 27, 2019, and is a wholly-owned subsidiary of BFA and therefore a wholly-owned step-down subsidiary of Bharat Forge Limited.</p> <p>BFAL had a turnover of USD 60.73 million for the period April 2023 – March 2024.</p>
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"	<p>Being a wholly-owned step-down subsidiary, BFAL is a Related Party of the Company.</p> <p>The proposed investment by BFA in BFAL is in the nature of Related Party Transactions and will be on an arm's length basis.</p> <p>Mr. Amit Kalyani and Mr. S. E. Tandale are Directors in BFA and BFAL and Mr. B. P. Kalyani is a Director in BFAL. Other than this, none of the Company's promoter/ promoter group /group companies have any interest in the proposed investments.</p>
Industry to which the entity being acquired belongs	BFAL produces and supplies aluminum automotive components for the auto industry.
Objects and impact 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)	BFAL is engaged in the aluminum automotive components business. Accordingly, the investment by the Company in BFA and the proposed investment in BFAL is to facilitate BFAL's capital expenditure for aluminum forging facility and is in furtherance of BFAL's main line of business.
Brief details of any governmental or regulatory approvals required for the acquisition	Requisite approvals have been obtained.
Indicative time period for completion of the acquisition	The investment will tentatively be completed by June 21, 2024.
Consideration - whether cash consideration or share swap or any other form and details of the same	Cash



KALYANI

B H A R A T F O R G E

Particulars	Bharat Forge Aluminum USA, Inc. (“BFAL”).
Cost of acquisition and/or the price at which the shares are acquired	USD 40 million (INR 334.04 Crore) to be invested in the form of Additional Paid In Capital.
Percentage of shareholding / control acquired and / or number of shares acquired	The Company will continue to hold 100% of shareholding in BFAL through BFA.
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>BFAL was incorporated in the State of North Carolina, USA on September 27, 2019, and is a wholly owned subsidiary of Bharat Forge America Inc. and therefore a wholly owned step-down subsidiary of Bharat Forge Limited. BFAL produces and supplies aluminum automotive components for the auto industry. It does not have a presence in any other country.</p> <p>BFAL’s turnover for the last 3 years is as follows:</p> <p>April 2023- March 2024: USD 60.73 million April 2022- March 2023: USD 22.08 million January 2021 – March 2022: Nil</p>



KALYANI