



26th February, 2022

To,
Dept. of Corporate Services (CRD)
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001
Scrip Code: 540064
Scrip Code of Debt: 958809, 958810 & 959518

Listing Department
National Stock Exchange of India Limited
Bandra Kurla Complex,
Bandra East,
Mumbai - 400 051
Symbol: FRETAIL

Dear Sir / Madam,

Ref. : Update in relation to the Scheme of Arrangement and retail operations of the Company

In respect of the Scheme of Arrangement between the Company, other Future Group Companies and Reliance entities ("the Scheme"), the NCLT, Mumbai Bench, has reserved orders, after hearing arguments / submissions of the counsels of the Company and Amazon, on the application related to issuing direction for convening of the meetings of the shareholders and creditors of the Company and other applicant companies involved in the Scheme to consider and approve the Scheme. The Company has proposed conducting the meetings in the first half of April, 2022. In view of this, the long-stop date for the Scheme has already been extended by six months to 30th September, 2022 by Reliance.

The shareholders are aware that FRL is going through an acute financial crisis. The Company has defaulted on its loan servicing and as already informed, the account of the Company has been classified as NPA by the banks.

The ongoing litigation initiated by Amazon in October 2020, and which is continuing for the last one and a half years, has created serious impediments in the implementation of the Scheme, resulting in severe adverse impact on the working of the Company.

The Company has been finding it difficult to finance the working capital needs. Increasing losses at store level is a grave concern and is a vicious cycle where larger operations are leading to higher losses. The Company has made a loss of Rs. 4,445 crore in the last four quarters. Termination notices have been received for significant number of stores due to huge outstanding, and we would no longer have access to such store premises.

The Company is scaling down its operations which will help us in reducing losses in the coming months. The Company is proposing to expand its online and home delivery business, to increase its reach to the customers.

The Company is hopeful that the Scheme of Arrangement proposed with Reliance will be implemented which will be beneficial for all the stakeholders.

The above is for your information and record. This may be treated as disclosure under applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you,

Yours faithfully,
For Future Retail Limited

C P Toshniwal
Chief Financial Officer

CC : **Singapore Exchange Securities Trading Limited**
2, Shenton Way, #02-02, SGX Centre 1.
Singapore -068 804