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Mahindra World City Jaipur
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Jaipur - 302037 Rajasthan, India

www.asigroup.co.in

Dated: 27nd July, 2021

To
BSE Ltd.
(Scrip Code-532144)
Listing Department,
P. J. Towers, Dalal Street,
Mumbai - 400 001.

Script Code: 502015

Script Name: ASIIL

ISIN: INE 443A01030

Dear Sirs/ Madam,

Subject: ASI Industries Limited announces Slump Sale of Engineered Stone Division located at Jaipur, Rajasthan.

The Board of Directors of the Company at its meeting held on 26st July, 2021, subject to the approval of the shareholders, Lenders and other statutory and contractual approvals, if any, approved the slump sale of the Engineered Stone Division of the Company to Marudhar Rocks International Private Limited (CIN: U51420KA2010PTC056347). The MoU in this regard was executed on 27nd July, 2021 between the two parties.

By selling Engineered Stone Division, the Company will be able to reduce its debts and finance cost, thus achieving better profitability ratio and return ratios.

Further, the transaction will strengthen the balance sheet by providing significant liquidity to the Company and deleveraging in the balance sheet.

In terms of the Regulation 30 of the LODR and the SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015, the details of sale of the above unit are as under:

SN	Particulars	Details
1	The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year.	<p>Turnover of the Division is Rs. 72.14 Lakhs comprising of 0.42% of the Consolidated Revenues as of 31st March 2021.</p> <p>EBITDA of the Division is Rs. 78.21 Lakhs comprising of 2.74% of the Consolidated EBITDA as of 31st March 2021.</p> <p>Net-worth of the Division is Rs.9100.97 Lakhs comprising of 40.45 % of the Consolidated Net-worth as of 31st March 2021.</p>



2	Date on which the Agreement for sale has been entered into	The Memorandum of Understanding (MoU) between the parties have been executed on 27 nd July, 2021. The slump sale of the Engineered Stone Division is conditional upon satisfactory completion of the conditions precedent by the parties including shareholders and lenders.
3	The expected date of completion of sale/disposal.	On completion of Condition Precedents as mentioned in the MoU including required approvals but not later than 20 th March, 2022
4	Consideration receivable from such sale/disposal.	The lump sum consideration to be received by the Company against slump sale of Engineered Stone Division as a going concern will be Rs. 8,450.00 Lakhs
5	Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies. If yes, details thereof.	Buyer is Marudhar Rocks International Private Limited (CIN: U51420KA2010PTC056347) incorporated in the year 2010 under the Companies Act, 1956 with its registered Office at Bengaluru, Karnataka. The Buyer does not belong to the promoter/promoter group/group companies of the listed entity i.e. ASI Industries Limited or any Group Co.
6	Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arm's length".	No
7	Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale	Please refer point 8 to 13 below.
8	Name of the entity (ies) forming part of the slump sale, details in brief such as, size, turnover etc.	Engineered Stone Division of the Company situated at Mahindra SEZ, Jaipur having production capacity of 600000 sq meter p.a. Turnover of the Division is Rs. 72.14 Lakhs as of 31st March 2021.
9	Whether the transaction would fall Within related party transactions? If yes, whether the same is done at "arm's length".	No

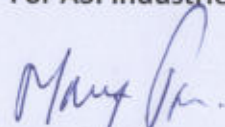
 

10	Area of business of the entity (ies).	The Company is engaged, inter-alia, in the business mining and processing of Kotah Stone, other natural stones, wind power generation and trading activities.
11	Rational of Slump Sale	To reduce the financial burden by lowering the borrowings taken for the purpose of establishing this Division. Thus achieving better profitability ratio and return ratios. Further, the proposed transaction will provide significant liquidity to the Company and deleveraging in the balance sheet
12	In case of cash consideration – amount or otherwise share exchange ratio.	Rs.8450.00 Lakhs, and closing adjustments Pertaining to Net Current Assets as of Closing Date.
13	Brief details of change in shareholding pattern (if any) of listed entity	No change in the shareholding pattern of the listed entity

The meeting commenced at 3:30 pm and concluded at 5:45 pm.

Kindly take note of the above.

For ASI Industries Limited



Manoj Jain
Company Secretary

