

CG Power and Industrial Solutions Limited

Registered Office:
CG House, 6th Floor, Dr Annie Besant Road, Worli, Mumbai 400 030, India
T: +91 22 2423 7777 F: +91 22 2423 7733 W: www.cgglobal.com
Corporate Identity Number: L99999MH1937PLC002641



Smart solutions.
Strong relationships.

Our Ref: COSEC/158/2024-25

5th October 2024

The Corporate Relationship Department

BSE Limited
1st Floor, New Trading Ring
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001
Scrip Code : 500093

The Assistant Manager – Listing

National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra - Kurla Complex,
Bandra (East)
Mumbai 400 051
Scrip Id : CGPOWER

Dear Sirs/Madam,

Sub: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) – Execution of Definitive Agreement for acquisition of Radio Frequency (RF) Components business of Renesas Electronics America Inc. & other affiliate entities of Renesas Electronics Corporation

We wish to inform that CG Power and Industrial Solutions Limited (“**the Company**”) has yesterday (i.e., 4th October 2024) entered into a Definitive Agreement i.e., Asset Purchase Agreement with Renesas Electronics America Inc. & other affiliate entities of Renesas Electronics Corporation (“**Renesas**”) for acquisition of Radio Frequency (“**RF**”) Components business, through one or more subsidiaries to be incorporated by the Company.

The aforesaid acquisition is subject to satisfactory completion of conditions precedent including obtaining approval from the Committee on Foreign Investment in the United States and subject to any other necessary regulatory and statutory approvals.

Further details are in the annexed statement of disclosure furnished pursuant to Regulation 30 of the SEBI Listing Regulations.

A copy of the Press Release issued in the above regard is further attached for information.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully,

For CG Power and Industrial Solutions Limited

Sanjay Kumar Chowdhary
Company Secretary and Compliance Officer

Encl.: as above.

CG Power and Industrial Solutions Limited

Registered Office:

CG House, 6th Floor, Dr Annie Besant Road, Worli, Mumbai 400 030, India

T: +91 22 2423 7777 F: +91 22 2423 7733 W: www.cgglobal.com

Corporate Identity Number: L99999MH1937PLC002641



Smart solutions.
Strong relationships.

Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 relating to execution of Asset Purchase Agreement by CG Power and Industrial Solutions Limited (“CG” or “the Company”) with Renesas Electronics America Inc. & other affiliate entities of Renesas Electronics Corporation (“Renesas”) for acquisition of Radio Frequency (RF) Components business.

Disclosure requirement	Details
a) Name of the target entity, details in brief such as size, turnover etc.	<p>The Company has entered into an Asset Purchase Agreement for the purchase of the Radio Frequency (RF) Components business of Renesas Electronics America Inc. & other affiliate entities of Renesas, that have assets in the RF components business.</p> <p>The acquisition is proposed to be made through one or more subsidiaries.</p> <p>RF Components business being acquired consists of equipment, intellectual properties, inventories, customers, select transferring employees, contracts and other licenses.</p> <p>The RF components business had an annual revenue of about USD fifty-six million in the Calendar Year 2023.</p>
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 “arms’ length”.	<p>CG and Renesas Electronics America Inc. are joint venture partners in CG Semi Private Limited, a subsidiary of CG engaged in Outsourced Semiconductor Assembly and Test (OSAT) business.</p> <p>The promoter / promoter group / group companies do not have any interest in the RF Components business being acquired.</p> <p>The proposed transaction is at arms’ length basis.</p>
c) Industry to which the entity being acquired belongs.	<p>RF Components business of Renesas is part of semiconductor industry.</p>

CG Power and Industrial Solutions Limited

Registered Office:
CG House, 6th Floor, Dr Annie Besant Road, Worli, Mumbai 400 030, India
T: +91 22 2423 7777 F: +91 22 2423 7733 W: www.cgglobal.com
Corporate Identity Number: L99999MH1937PLC002641



Smart solutions.
Strong relationships.

Disclosure requirement	Details
d) Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if the business is outside the main line of business of the listed entity).	The Company has established a subsidiary, CG Semi Private Limited for OSAT business. The proposed acquisition will enable the Company to enter into the semiconductor design business.
e) Brief details of any governmental or regulatory approvals required for the acquisition.	The proposed acquisition of RF Components business is subject to the approval of Committee on Foreign Investment in the United States (CFIUS) and other approvals, as may be necessary.
f) Indicative time period for completion of the acquisition.	The acquisition is expected to be completed in about 6 months, subject to satisfactory completion of the conditions precedents as contained in the agreement including obtaining necessary approvals.
g) Nature of consideration – whether cash consideration or share swap and details of the same.	The consideration for the proposed acquisition is in the form of cash.
h) Cost of acquisition or the price at which the shares are acquired.	The proposed acquisition of RF Components business is for a consideration of about USD thirty-six million, subject to customary adjustments and applicable taxes.
i) Percentage of shareholding/control acquired and/or number of shares acquired.	Not Applicable since the transaction is for acquisition of RF Components business of Renesas.
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 acquired entity has presence and any other significant information (in brief).	Not Applicable since the transaction is for acquisition of RF Components business of Renesas.



CG POWER AND INDUSTRIAL SOLUTIONS LTD

PRESS RELEASE

CG acquires Radio Frequency Components Business from Renesas, marking its foray into Semiconductor Design

MUMBAI, India, October 05, 2024:

CG Power and Industrial Solutions Limited (CG), a leader in the Electrical Engineering Industry, and part of the Murugappa Group, today announced that the Company has entered into a definitive agreement for the acquisition of the Radio Frequency (RF) components business of Renesas Electronics Corporation (Renesas), a premier supplier of advanced semiconductor solutions. Towards this, an asset purchase agreement for the business was executed on 4th October 2024 between CG Power and Industrial Solutions Limited and Renesas Electronics America Inc., a subsidiary of Renesas, and other affiliated entities of Renesas, that have assets in the RF components business. The said business will be acquired by entities that will be established by CG, post completion of customary conditions and applicable regulatory approvals.

Through this transaction, CG will acquire Intellectual Property (IP), tangible assets and select transferring employees across various functions such as semiconductor design, marketing, applications, etc. related to the RF components business.

Commenting on this acquisition, Mr. Vellayan Subbiah, Chairman of CG Power and Industrial Solutions Limited, said, *"A significant number of semiconductor designers globally are Indians. Through this acquisition, we aim to enhance India's presence in the semiconductor design & development space, considered to be a high-growth and high-profitability sector."*

Mr. Davin Lee, Senior Vice President and General Manager of the Analog and Connectivity Group at Renesas, added, *"This agreement with CG will provide the opportunity for our RF team to expand. We are pleased that CG will deliver outstanding RF technology and world-class support to our customers, and we will support a smooth transition to facilitate the same. For Renesas, this move sharpens our focus on the strategic segment of our analog and connectivity business, enabling us to further scale to better serve customer demand."*



About CG Power and Industrial Solutions Limited

CG Power and Industrial Solutions Limited is an engineering conglomerate headquartered in Mumbai, India. The Company is a leader in the Electrical Engineering Industry and has two business lines—Industrial Systems and Power Systems. It manufactures Traction Motors, Propulsion systems, Signalling Relays etc., for the Indian Railways, and wide range of Induction Motors, Drives, Transformers, Switchgears, and other allied products for the Industrial and Power sectors. Recently, the Company also made a foray into the business of Consumer Appliances such as Fans, Pumps, and Water Heaters.

The Company has world-class manufacturing plants across 9 locations in India and one in Sweden, and a Pan India network of 5 Regional and 14 Branch offices, with around 3,113 employees. The Company's consolidated revenue for FY24 was Rs 8,046 crores (USD 964 million).

The Company continues to excel and maintain its leadership position across its businesses, backed by its outstanding expertise, customer-centric approach, and enhanced focus on innovation and sustainability.

Since November 2020, the Company has become a part of the renowned Murugappa Group.

In March 2024, CG Power and Industrial Solutions announced a joint venture with Renesas and Stars Microelectronics to set up an OSAT facility in India, thereby marking its foray into the semiconductor industry.

About Murugappa Group

A 124-year-old conglomerate with presence across India and the world, the INR 778 billion (77,881 crore) Murugappa Group has diverse businesses in agriculture, engineering, financial services and more.

The Group has 9 listed companies: Carborundum Universal Limited, CG Power & Industrial Solutions Limited, Cholamandalam Financial Holdings Limited, Cholamandalam Investment & Finance Company Limited, Coromandel International Limited, EID Parry (India) Limited, Shanthi Gears Limited, Tube Investments of India Limited and Wendt India Limited. Other major companies include Cholamandalam MS General Insurance Company Limited and Parry Agro Industries Limited. Brands such as Ajax, Hercules, BSA, Montra, Montra Electric, Mach City, Chola, Chola MS, CG Power and Industrial Solutions Limited, Shanthi Gears, CUMI, Gromor, Paramfos, Parry's are part of the Group's illustrious stable.



Smart solutions.
Strong relationships.

Abrasives, technical ceramics, electro minerals, electric vehicles, auto components, fans, transformers, signalling equipment for railways, bicycles, fertilisers, sugar, tea and several other products make up the Group's business interests.

Guided by the five lights — integrity, passion, quality, respect and responsibility — and a culture of professionalism, the Group has a workforce of over 83,500 employees. For more information, see www.murugappa.com

Media Contacts:

CG Power and Industrial Solutions Limited

Ms. Jini PK
+91-9445034039

investor.relations@cgglobal.com