BOMBAY DYEING

May 25, 2015

The Secretary,
Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI - 400 001

National Stock Exchange of India Ltd.
Exchange Plaza, 5th floor,
Plot No.C/1, 'G' Block,
Bandra-Kurla Complex, Bandra (E),
MUMBAI - 400 051

Dear Sir,

Re: The Bombay Dyeing & Manufacturing Co. Ltd. to sell Textiles Processing Unit at Ranjangaon, Maharashtra.

The Board of Directors of The Bombay Dyeing & Manufacturing Co. Ltd. ("BDMC" or the "Company), at its meeting held today has granted its approval to the Company to sell / dispose off its textiles processing Unit at B-28, MIDC Industrial Area, Ranjangaon, Maharashtra, ("**Undertaking**") to Oasis Procon Pvt. Ltd., New Delhi ("**Oasis**") together with all specified tangible and intangible assets in relation to the Undertaking (excluding its brand name and the specific liabilities), on a slump sale basis as a going concern and on an "as is where is" basis for a consideration of Rs. 230 Crores. The net proceeds from the sale of the Undertaking will be utilized to repay the existing loans and reduce interest burden, or enhancement of working capital of the Company or general business purpose.

The sale is conditional upon BDMC Shareholders' approval and other customary closing conditions including technical, financial and legal due diligence. As a term of the sale, the Company has agreed not to directly and/or indirectly engage in the business of export of bed linen/bed linen fabric with any person in the territory of the United States of America for a period of 5 (five) years from the Closing Date.

The sale of Undertaking will not have any impact on the Company's existing retail business; Home & You.

Yours faithfully,
For **THE BOMBAY DYEING & MFG. CO. LTD.**

J. C. BHAM
Company Secretary