

31st March 2026

BSE Limited,
25th Floor, Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai 400 001

Stock Code: 513375

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

Stock Code: CARBORUNIV

Dear Sir/Madam,

Sub: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

On 1st February 2022, the assets of M/s. AWUKO Abrasives Wandmacher GmbH & Co. KG had been acquired in an insolvency proceeding through a step-down subsidiary CUMI GmbH, Germany. CUMI GmbH was renamed as CUMI AWUKO Abrasives GmbH, Germany (CAAG) after the purchase of assets viz., fixed assets, leased assets, brands & trademark, patent, technical know-how and other intangible assets excluding cash & receivables. CAAG is engaged in the business of manufacturing coated abrasives for wood and leather applications.

Today, we have received a communication that the Board of M/s. CUMI International Limited, Cyprus (CIL), the holding company of CAAG has on 30th March 2026 approved to initiate the closure of CAAG through a voluntary winding up process under the applicable laws in Germany, considering the continued under performance of the subsidiary with mounting losses and its inability to turn around in view of the prevailing market conditions.

The financial position of CAAG has continued to remain challenging. Under performance is due to the product & market limitations of the entity, intensified price competition in the backdrop of global overcapacity, low utilisation and piling up of inventory. Additionally, the continuing geo-political crisis & macro-economic challenges render the input costs such as energy, wages/ labour and other costs very high. Despite numerous turnaround plans for implementing cost-saving measures, improving operational efficiencies and exploring new revenue streams and periodic investments made by the parent, the subsidiary continues to show no signs of recovery. The structural market challenges and increased cost pressures render the viability of its future operations very uncertain.

Hence, CIL, the shareholder of CAAG has decided to proceed with the winding down of the entity.

CAAG is not a material subsidiary of the Company, and in our opinion the winding down of CAAG will not adversely affect the Company's business. Based on our initial estimation, the likely impact arising from the winding down of the subsidiary is estimated to be in the range of Rs.110 crores to Rs.130 crores. This estimate is subject to change depending on the realisation of assets and other obligations.

It may be noted that all the requisite due steps in the liquidation process as applicable under the laws of Germany will be met before the entity is wound down.

This disclosure is being made under Regulation 30(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

The details as required under Regulation 30 read with Para A (1) of Part A of Schedule III of the Listing Regulations and SEBI Master Circular No. HO/49/14/14(7)2025-CFDPOD2/I/3762/2026 dated 30th January 2026 are provided in Annexure to this letter.

Kindly take the above information on record.

Thanking you.

Yours faithfully,
For Carborundum Universal Limited

Rekha Surendhiran
Company Secretary

Encl: As above

Annexure

Sale or disposal of unit(s) or division(s), whole or substantially the whole of the undertaking(s) or subsidiary of the listed entity, sale of stake in the associate company of the listed entity:

	Particulars	
a.	the amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division or undertaking or subsidiary or associate company of the listed entity during the last financial year;	CUMI Awuko Abrasives GmbH, Germany (CAAG) is a wholly owned subsidiary with 100% of its share capital being held by M/s. CUMI International Limited, Cyprus (CIL), a wholly owned subsidiary of the Company. Turnover of the subsidiary for the financial year ended 31 st March 2025 is Rs. 93 Crores (1.9% of the consolidated Revenue of the Company). Net worth – Rs. 74 Crores
b.	date on which the agreement for sale has been entered into	Not applicable
c.	the expected date of completion of sale/disposal	CAAG would be initiating the process for voluntary winding up. The timeline will be subject to the laws and formalities in Germany.
d.	consideration received from such sale/disposal;	Not applicable
e.	brief details of buyers and whether any of the buyers belong to the promoter/promoter group/group companies. If yes, details thereof;	Not applicable
f.	whether the transaction would fall within related party transactions? If yes, whether the same is done at "arm's length";	No
g.	whether the sale, lease or disposal of the undertaking is outside Scheme of Arrangement? If yes, details of the same including compliance with regulation 37A of LODR Regulations	No
h.	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.	Not applicable