2nd February 2017
BJ/SH-L2/

BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Bldg., P. J. Towers
Dalal Street, Fort
Mumbai – 400 001.
Scrip Code: **500400**

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai – 400 051.
Symbol: **TATAPOWER EQ**

Dear Sirs,

Acquisition of NELCO Limited's defence business division

On 28th January, 2015, the Company had informed the Exchange that the Company has entered into a binding understanding with NELCO Ltd. to purchase its defence business of Unattended Ground Sensors (UGS).

This is to further inform that the Company has completed the formalities for the said purchase. The details, as required under Regulation 30 read with Schedule III to the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 and SEBI Circular dated 9th September 2015, are mentioned in the Annexure.

Yours faithfully,
For The Tata Power Company Limited

(H. M. Mistry)
Company Secretary

Encl.

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Annexure

Sl. No.	Details/clarifications	Response
a.	Name of the target entity, details in brief such as size, turnover etc.	Tata Power has acquired Unattended Ground Sensors (UGS), the defence business division of NELCO Limited (NELCO). UGS is a part of Automation & Control segment.
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 "arm's length".	The acquisition of the undertaking falls within the related party transactions. Tata Power, the promoter has acquired the division of its subsidiary company i.e. NELCO. The transaction has been done at "arm's length"
c.	Industry to which the entity being acquired belongs	Electronics Products and Telecommunication
d.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	The UGS business involves supply, installation and servicing of sensors for the Ministry of Defence ("MoD"). On purchase, the UGS business will be part of Tata Power's Strategic Engineering Division (SED). SED is also a supplier of defence equipment and solutions. Acquisition of the UGS business is expected to bring synergies to SED business.
e.	Brief details of any governmental or regulatory approvals required for the a acquisition	N.A.
f.	Indicative time period for completion of the acquisition	Conditions precedent were satisfied on 2.1.2017. The amount of consideration as mentioned in our letter dated 28.1.2015 was paid on 1.2.2017
g.	Nature of consideration – whether cash consideration or share swap and details of the same	Cash consideration.
h.	Cost of acquisition or the price at which the shares are acquired	As indicated in our letter dated 28.01.2015
i.	Percentage of shareholding /control acquired and/ or number of shares acquired	N.A.
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 the acquired entity has presence and any other significant information (in brief).	The acquired defence business is a division of the NELCO. NELCO was incorporated on 31.8.1940 and is listed on BSE Limited and National Stock Exchange of India Limited. The acquired division's revenue is not material.