FUTURE CONSUMER ENTERPRISE LIMITED

(Formerly known as Future Ventures India Limited)
Regd. Office.: Knowledge House, Shyam Nagar, Off Jogeshwari-Vikhroli Link Road, Jogeshwari (E), Mumbai – 400 060
Corporate Office: 247 Park, Tower "C", Above Home Town, LBS Marg, Vikhroli (W), Mumbai – 400 083

Annexure

Acquisition of 100% shareholding of Future Agrovet Limited.

Future Consumer Enterprise Limited *(formerly known as Future Ventures India Limited)* (the **"Company"),** has acquired 100% equity share capital of Future Agrovet Limited (**"FAL"**), from Future Retail Limited (**"FRL"**) and other shareholders.

FAL is primarily engaged in the business of procuring, processing and supplying of agricultural commodities in loose and packaged form under various private brands of the Company in addition to dealing into other branded/non-branded products. It supplies to various formats such as Food Bazaar, KBs Fair Price, Big Apple, Aadhaar etc. besides other Institutional and general trade clientele. It has about 48 distribution centers at 32 locations across 16 states.

The sales turnover of FAL, for the financial year 2012-13 is Rs.1,014.67 Crore with EBIDTA of Rs.15.25 Crore.

The network of collection centers, processing and warehousing facilities of FAL is considered as a strong asset for the urban and rural distribution formats of the Company. FAL being also into procuring and processing of agricultural products, is expected to strengthen the existing sourcing capabilities of the Company and has great synergies with the integrated food model for the Company.

As a result of the acquisition of aforesaid stake in FAL, it has become a wholly owned subsidiary of the Company and the operational performance of FAL, will form part of the consolidated financials of the Company.

FRL is a promoter of the Company. In the course of its business, FAL has business relationship with the promoters/ promoter group entities of the Company.

