SHRIRAM
Transport Finance Company Limited
A WINNING RELATIONSHIP

SEC/FILING/BSE-NSE/19-20/68A-B April 15, 2019

BSE Limited
P. J. Towers,
Dalal Street, Fort,
Mumbai – 400 001.
Scrip Code: 511218

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, 5th Floor,
Plot no. C/1, G- Block,
Bandra-Kurla Complex,
Mumbai – 400051
NSE Symbol: SRTRANSFIN

Dear Sirs,

Sub.: Intimation under SEBI regulations

This is to inform you that the Company has received show cause notice (SCN) in relation to erstwhile Shriram Holdings (Madras) Private Limited (SHMPL) (which was amalgamated with Shriram Transport Finance Company Limited (STFC) w.e.f April 1, 2012) from Directorate of Enforcement.

SHML had the relevant approval for foreign equity participation of up to 74% by way of investment through subscription and/or subsequent acquisition of up to 74% of the equity shares of SHMPL. SHMPL had issued Warrants to the extent of Rs. 243.60 crores in the year 2006 which were converted into equity shares within the above mentioned limit.

The SCN alleges that the Warrants were issued by SHMPLwithout relevant approvals. The company had sought clarification from Foreign Investment Promotion Board (FIPB) at that point of time. In response to this, the Department of Economic Affairs (DEA) clarified that the policy regarding issuance of Warrants was not explicit in the year 2006 when the Warrants in question were issued. They further clarified that approval of FIPB was not required at that point of time since the Warrants in question had already been converted even before the specific policy in relation to Warrant was formulated.

Based on the approvals and clarifications obtained from the DEA, the Company is under the bona fide view that it has not contravened any of the provisions of FEMA as is being alleged.

The Company is currently examining the aforesaid SCN and will take necessary action(s) to contest the same.

Kindly take the same on records.

Thanking you.
Yours faithfully,

For **SHRIRAM TRANSPORT FINANCE COMPANY LIMITED**

VIVEK MADHUKAR ACHWAL

Digitally signed by VIVEK MADHUKAR ACHWAL
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Date: 2019.04.15 23:34:33 +05'30'

VIVEK ACHWAL
COMPANY SECRETARY