Bal Pharma Limited

To,
The Manager-Listing
National Stock Exchange of India Ltd
Mumbai.

27.03.2018

Dear Sir,

Sub : Disclosure as per Regulation 30 of SEBI(LODR) Regulations.
Ref : Your email dated 27.3.2018.

With reference to the above, we would like to provide point wise clarification to your above referred email.

1. Golden Drugs Private Limited is the name of the entity acquired by us which is into manufacturing of bulk drugs/Active Pharma Ingredients(API's) and based out of Udaipur, Rajasthan. The Company was incorporated on 27.08.2012. The authorised share capital of the Company is Rs.4.50 Crores and issued, subscribed and paid up share capital of the Company is Rs.3.59 Crores. The Company is yet to commence its commercial production.
2. Bal Pharma Limited has acquired 100% share holding of Golden Drugs Private Limited with a purchase consideration of Rs.20.66/- per equity share of Rs.10 each.
3. Cash is the consideration paid towards acquisition of 100% shareholding of Golden Drugs Pvt Ltd and the same is sourced through debt.
4. As stated above, Rs.20.66/equity share of Rs.10 each is the cash consideration paid for acquiring 35.90 lakhs equity shares of Golden Drugs Private Limited and the consideration amount is arrived at based on the valuation certificate issued by the statutory auditors of the Company.
5. We are expecting the acquisition to be completed in the next 2 weeks i.e by 2nd week of April, 2018.
6. There are no specific regulatory or Government approvals required for the acquisition.
7. Objective for acquiring Golden Drugs Pvt Ltd is to increase the production capacity of the Company in bulk drugs / API's, so as to enable the Company to meet the demand for its API's / Bulk Drugs from domestic and international markets. Currently API's/bulk drugs generates above 70% of the total revenue of the Company.
8. Golden Drugs Private Limited belongs to pharmaceutical industry and specifically into manufacturing of bulk drugs.
9. The acquired entity i.e Golden Drugs Private Ltd is not a related party to either the Company i.e Bal Pharma Ltd nor its promoters and Directors.

BAL PHARMA LTD

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10. Name of the target entity is Golden Drugs Pvt Ltd, which has got a production capacity of 15 tons of bulk drugs per month. There is also scope further enhancing the production capacity of the plant. As the said Company is yet to commence its commercial production, turnover details may not be applicable.

Please take the clarification on record.

Thanking You

For Bal Pharma Limited

BAL PHARMA LTD. BANGALORE

Shailesh Siroya
Managing Director