



TEXMACO

Texmaco Rail & Engineering Ltd.

Belgharia Works

CIN L29261WB1998PLC087404

Press Note

Texmaco Rail & Engineering Ltd. (Texmaco), a "Adventz" Group Company, has agreed to acquire a majority equity share capital (76%) in Mumbai based Railway Electrification Company, Bright Power Projects (India) Private Limited for an Enterprise Value of about Rs. 100 Crore. The acquisition will help Texmaco strengthen its positioning as a "Total Rail Solution" provider.

The acquisition is proposed to be funded by internal accruals. The company has recently raised Rs. 300 Crore via the QIP.

The final transaction is expected to be completed over 2 to 3 months, subject to certain approvals/conditions and due diligence, with definitive documentation expected to be executed between the parties within next 45 days.

Texmaco expects this acquisition to be strategic and complimentary to the existing operations of Kalindee Rail. Bright Power has turnover of about Rs. 80 Crore in financial year 2014-15 with double digit operating margins and healthy orderbook of Rs. 200 Crore as on 1st April, 2015 and has recently won two major tenders aggregating to about Rs. 100 Crore.

Currently 39.9% of the Indian railway has been electrified with the Twelfth five year plan target of 6,500 kilometres of railway electrification. The current annual run rate of electrification is between 1,300 – 1,400 kilometres on the existing railway network. This is one of the major focus of the new government lead by Hon'ble Prime Minister Shri Narendra Modi.

ICICI Securities acted as the sole financial advisor and Shardul Amarchand Mangaldas & Co. acted as legal counsel to Texmaco Rail & Engineering Ltd for this transaction.

For Texmaco Rail & Engineering Limited

Sandeep Fuller

Executive Director

(DIN 06754262)