

Rane (Madras) Limited



RML/ SE/01-2016

January 19, 2016

National Stock Exchange of India Limited (NSE)	BSE Limited (BSE)
Stock Code : RML E-mail ID: cm1ist@nse.co.in compliance@nse.co.in neaps@nse.co.in	Stock Code : 532661 E-mail ID: corp.relations@bseindia.com corp.compliance@bseindia.com <u>listing.centre@bseindia.com</u>

Dear Sir / Madam

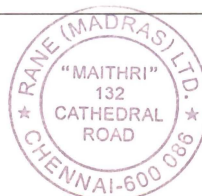
Ref: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR)

Sub: Outcome of Investment Committee meeting of the Board of Directors: Incorporation of Wholly Owned Subsidiary in The Netherlands

The Board of Directors of Rane (Madras) Limited ('the Company') constituted an Investment Committee to explore and study the opportunities for inorganic business growth aligned with the strategic goals of the Company. The Investment Committee of the Board of Directors at the meeting held on January 18, 2015 has inter-alia approved the setting up of a Wholly Owned Subsidiary (WOS) in Netherlands; and

The details required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR) read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015 are furnished hereunder:

Particulars	Details
a) name of the target entity, details in brief such as size, turnover etc.	A new Wholly Owned Subsidiary is proposed to be incorporated in The Netherlands,
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"	Not Applicable
c) industry to which the entity being acquired belongs	Investment Company
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)	To hold investments in manufacturing automotive ancillary companies aligned to the strategic goals of the Company.



Particulars	Details
e) brief details of any governmental or regulatory approvals required for the acquisition	Investment will be under the Automatic Route of Foreign Exchange Management Regulations (FEMA) and subject to necessary regulatory approvals in The Netherlands, if any.
f) indicative time period for completion of the acquisition	Before end of the current financial year viz., March 31, 2016
g) nature of consideration - whether cash consideration or share swap and details of the same	Cash investment in equity shares of the WOS
h) cost of acquisition or the price at which the shares are acquired	Estimated cost of investment in equity of WOS: USD 200,000 (approximately)
i) percentage of shareholding / control acquired and / or number of shares acquired	100%
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)	Business: Investment company Date of Incorporation : New Company to be incorporated Turnover for last three years : Not Applicable Country of presence: Netherlands Significant information: This new WOS would hold overseas strategic investments of the Company.

We request you to take the above disclosures on record under the applicable provisions of SEBI LODR and acknowledge receipt.

Thanking you,

Yours faithfully,

For Rane (Madras) Limited

S Subha Shree
Secretary

