



Date : September 17, 2016

To,
National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex
Bandra (E)
MUMBAI - 400051

Sub. : Clarification_MOTHERSUMI

Dear Sir / Madam,

This has reference to your e-mail dated September 14, 2016 with respect to an announcement submitted by the Company to the Exchange dated September 7, 2016.

As required by the Exchange, we hereby clarify the following against your each point-

1. Name of the target entity; automotive unit of Ábrahám és Társa Kft.
2. The acquisition would not fall under related party transactions and the promoters / promoter companies do not have any interest in the entity being acquired.
3. Industry to which the entity being acquired belongs; - Plastic components for automotive industry.
4. 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);
 - The business is aligned to the existing business of the Company.
 - The integration of this business would allow to generate a number of operational synergies with Samvardhana Motherson Reflectec (SMR).
 - This acquisition will increase the in house capability of SMR Automotive Mirror Technology Hungary Bt., Hungary, and therefore will support SMR's position as technology and market leader for automotive mirrors in Hungary and Europe.
 - The acquired unit will be further expanded to achieve group synergies through supplies to SMR and to the new facilities being set up by Samvardhana Motherson Peguform (a subsidiary of Samvardhana Motherson Automotive Systems Group B.V) in Europe to meet the demand for new orders from customers.
5. No government or regulatory approval required for the acquisition.
6. The transaction is expected to be completed in October 2016.
7. The purchase price consideration for purchase of assets is of Euro 10.4 Mn.
8. Nature of consideration - The deal is for a cash consideration.

9. In respect of Percentage of shareholding / control acquired and / or number of shares acquired, this is an asset deal only.
10. The entity is located in Hungary and manufactures plastic components for automotive industry. This is an asset deal for purchase of assets relating to the unit and the information relating to date of incorporation and other information is not relevant/available.

Hope you will find in order and clarify the matter.

We sincerely regret for delay in submitting the response.

Thanking you,

Yours truly,
For Motherson Sumi Systems Limited



(G.N. Gauba)
CFO & Company Secretary

