SHRIRAM City
MONEY WHEN YOU NEED IT MOST

STEC NSE/BSE/574/2022

June 4, 2022

The Secretary,
BSE Ltd
P J Towers,
Dalal St,
Mumbai 400 001

The Manager
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra- Kurla Complex Bandra (E)
Mumbai 400 051

Dear Sirs,

Ref: Scrip Code: BSE – 532498 and NSE – SHRIRAMCIT ISIN – INE722A01011, our letter dated May 12,2022

Sir/Madam,

Sub: Notice of the Meeting of the Secured Creditors of Shriram City Union Finance Limited to be convened pursuant to the Order issued by the Hon'ble National Company Law Tribunal, Special Bench - II, Chennai ("NCLT") in the matter of the Composite Scheme Of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited ("Company") and Shriram City Union Finance Limited ("Company") and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective Shareholders ("Scheme")

As per direction of the order dated May 11,2022, of the Hon'ble NCLT on the captioned subject, a meeting of the Secured Creditors of the Company ("Meeting") is convened to be held through video conferencing ('VC') on Wednesday, July 6, 2022 at 1:00 P.M. to consider and approve the arrangement embodied in the Scheme. Copy of the Notice of the Meeting dated June 1,2022 along with the Explanatory Statement and Annexures referred therein sent to the Secured Creditors of the Company is enclosed herewith.

The Notice of Meeting is sent through electronic means to all the Secured Creditors of the Company at their e-mail address registered with the Company. The hard copies of Notice of the said Meeting are sent through permitted mode individually to those Secured Creditors whose e-mail addresses are not registered with the Company.

The Notice of Meeting is available on the website of the Company at https://www.shriramcity.in, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and on the website of Central Depository Services (India) Limited("CDSL") at https://www.evotingindia.com. The Company has appointed CDSL for the purpose of providing the facility of remote e-voting, VC and e-voting during the Meeting.

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The Company has provided the facility of remote e-voting so as to enable the Secured Creditors to cast their votes on the resolution set forth in the Notice of the Meeting Pursuant to Section 230(4) of the Companies Act 2013 ("Act") read with Rule 6(3)(xi) of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016; Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014; Regulation 44 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"); Master Circular No.SEBI/HO/CFD/DIL1/CIR/P/2021/0000000665 dated November 23, 2021 and Circular No. CFD/DIL3/CIR/2017/21 dated March 10, 2017 issued by Securities and Exchange Board of India The Company has also provided the facility to vote through e-voting during the Meeting. The detailed instructions for remote e-voting, joining the Meeting through VC and e-voting during the Meeting are provided in the enclosed Notice of the Meeting.

The remote e-voting will commence from Sunday, July 3, 2022 at 10:00 a.m. (IST) and will end on Tuesday, July 5, 2022 at 5:00 p.m. (IST). The voting rights for the purpose of remote e-voting and e-voting during the Meeting shall be in proportion to the outstanding debt as reflected in the Audited Accounts of the Company for the year ended March 31, 2022 ("Cut-off Date").

This is an intimation under Regulations 30 and other applicable Regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

We request you to take the above information on records.

Thanking you,

For Shriram City Union Finance Limited

04/06/2022

C R Dash
Company Secretary

Encl: a/a

NOTICE OF MEETING –SECURED CREDITORS

SHRIRAM CITY UNION FINANCE LIMITED

Registered Office	123, Angappa Naicken Street, Chennai - 600001
Tel No	+91 44 4392 5300
CIN	L65191TN1986PLC012840
Website	www.shriramcity.in
E-mail	sect@shriramcity.in

MEETING OF THE SECURED CREDITORS OF SHRIRAM CITY UNION FINANCE LIMITED

(Convened pursuant to order dated May 11, 2022 passed by the National Company Law Tribunal, Bench at Chennai in C.A (CAA) NO. 36 OF 2022 ["Order"])

Day	Wednesday
Date	July 6,2022
Time	1 P.M.
Mode	As permitted by Hon'ble National Company Law Tribunal, Chennai Bench, the Meeting shall be conducted through Video Conferencing ("VC").
Cut-off Date of E-voting	March 31, 2022 [As provided for in the Explanation to Rule 9 of Companies (Compromises, Arrangement and Amalgamations), Rules, 2016].
E-VOTING	
Commencing on	From 10.00 a.m (IST) on Sunday, July 3, 2022
Ending on	Upto 5.00 p.m. (IST) on Tuesday, July 5, 2022

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[Pursuant to Section 230(3) of the Companies Act, 2013, and Rules 6 and 7 of the Companies (Compromises, Arrangements and Amalgamation Rules, 2016)]
BEFORE THE NATIONAL COMPANY LAW TRIBUNAL,
BENCH, AT CHENNAI
C.A (CAA) NO. 36 OF 2022

In the Matter of the Companies Act, 2013

And

In the Matter of Sections 230 to 232 read with Section 52 and other applicable provisions of the Companies Act, 2013

And

In The Matter of The Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited & Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective shareholders

Shriram City Union Finance Limited
a Company incorporated under the Companies
Act, 1956, having its Registered Office at
123, Angappa Naicken Street, Chennai - 600001
Represented by its Authorized Signatory Mr. R. Chandrasekar

…. Transferor Company 3/SCUF

NOTICE CONVENING THE MEETING OF THE SECURED CREDITORS OF SCUF UNDER THE PROVISIONS OF SECTIONS 230 TO 232 OF THE COMPANIES ACT, 2013 READ WITH RULE 6 OF THE COMPANIES (COMPROMISES, ARRANGEMENTS AND AMALGAMATIONS) RULES, 2016

To,

The Secured Creditors of Shriram City Union Finance Limited ("Transferor Company 3" or "Company" or "SCUF")

TAKE NOTICE that by an order made on May 11, 2022 in the above mentioned Company Application **("Order"),** the Hon'ble National Company Law Tribunal, Bench, at Chennai **("NCLT")** has directed that a meeting of the secured creditors of the Company, be convened and held virtually by video conference on Wednesday, the July 6, 2022 at 1:00 P.M. for the purpose of considering, and if thought fit, approving, with or without modification(s), the arrangement embodied in the Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective shareholders **("Scheme").**

TAKE FURTHER NOTICE that in pursuance of the said Order and as directed therein, a meeting of the secured creditors of the Company, will be held on Wednesday, the 6th day of July, 2022 at 1:00 P.M., through Video Conferencing **("VC")** at which date, day and time you are requested to attend.

At the meeting, the following resolution will be considered and if thought fit, be passed, with or without modification(s):

"*RESOLVED THAT* *pursuant to the provisions of Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 , (including any statutory modification or re-enactment thereof) read with the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 or any other rules made thereunder, the observation letters issued by BSE Limited and the National Stock Exchange of India Limited, dated March 15, 2022 and March 16, 2022, respectively, and subject to the provisions of the Memorandum and Articles of Association of the Company and subject to the approval of Hon'ble National Company Law Tribunal, Bench, at Chennai ("NCLT") and subject to such other approvals, permissions and sanctions of regulatory and other authorities, as may be necessary and subject to such conditions and modifications as may be prescribed or imposed by NCLT or by any regulatory or other authorities, while granting such consents, approvals and permissions, which may be agreed to by the Board of Directors of the Company (hereinafter referred to as the* ***"Board****", which term shall be deemed to mean and include Merger/Amalgamation Committee or any other Committee(s) constituted/to be constituted by the Board or any person(s) which the Board may nominate to exercise its powers including the powers conferred by this resolution), the arrangement embodied in the proposed Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited ("the Transferor Company 1") and Shriram Financial Ventures (Chennai) Private Limited ("SFVPL") and Shriram Capital Limited ("Transferee Company 1" or "Demerged Company" or "Transferor Company 2") and Shriram Transport Finance Company Limited ("Transferee Company 2") and Shriram City Union Finance Limited ("Transferor Company 3") and Shriram LI Holdings Private Limited ("Resulting Company 1") and Shriram GI Holdings Private Limited ("Resulting Company 2") and Shriram Investment Holdings Limited ("Resulting Company 3" and their respective shareholders ("Scheme") placed before this meeting be and is hereby approved.*

RESOLVED FURTHER THAT *the Board be and is hereby authorized to do all such acts, deeds, matters and things, as it may, in its absolute discretion deem requisite, desirable, appropriate or necessary to give effect to this resolution and effectively implement the arrangement embodied in the Scheme and to accept such modifications, amendments, limitations and/or conditions, if any, which may be required and/or imposed by the NCLT while sanctioning the arrangement embodied in the Scheme or by any authorities under law, or as may be required for the purpose of resolving any questions or doubts or difficulties that may arise including passing of such accounting entries and /or making such adjustments in the books of accounts as considered necessary in giving effect to the Scheme, as the Board may deem fit and proper without being required to seek any further approval of the Secured Creditors or otherwise to the end and intent that the Secured Creditors shall be deemed to have given their approval thereto expressly by authority under this Resolution and the Board be and is hereby further authorized to execute such further deeds, documents and writings that may be considered necessary, make necessary filings and carry out any or all activities for the purpose of giving effect to this Resolution.*"

TAKE FURTHER NOTICE that you may vote on the said resolution through remote e-voting (as set out in detail in this Notice) and attend and vote at the said meeting on Wednesday, July 6, 2022 through the facility provided by Central Depository Services (India) Limited ("CDSL") at 1 P.M., the details of which are also mentioned herein below.

TAKE FURTHER NOTICE that pursuant to the provisions of Section 230(4) of the Companies Act, 2013 ("the Act") read with Rule 6(3)(xi) of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016; Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (including any statutory modification or re-enactment thereof); and other relevant laws and regulations, as may be applicable updated or amended from time to time, the Company has provided the facility of voting by remote e-voting so as to enable the Secured Creditors to consider and approve the Scheme by way of the aforesaid resolution. In addition, the Company has provided the facility of voting during the meeting. Accordingly, voting by the Secured Creditors on the proposed Scheme shall be carried out through the remote e-voting prior to the meeting as well as through the option made available during the meeting, respectively. The Company has appointed CDSL") for the purpose of providing for the VC facility and for the purpose of providing remote e-voting facility prior to the Meeting, and during the Meeting

TAKE FURTHER NOTICE that copies of the Scheme and of the Explanatory Statement, under Sections 230(3) and 102 of the Companies Act, 2013 read with Rule 6 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016, along with the enclosures as indicated in the Index, can be obtained free of charge at the registered office of the Company at 123, Angappa Naicken Street, Chennai – 600001.

TAKE FURTHER NOTICE that the NCLT, Chennai Bench has appointed Hon'ble Mr. Justice, Bharathidasan (Retd.), and in his absence, a Director of the Company to be the Chairperson of the said meeting including for any adjournment or adjournments thereof.

A copy of the proposed Scheme, the Order of the NCLT, Chennai Bench dated May 11, 2022, Explanatory Statement under Sections 230(3) and 102 of the Companies Act, 2013 read with Rule 6 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016, the enclosures as indicated in the Index are enclosed.

In terms of the Explanation to Rule 9 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016, the entitlement of the Secured Creditors, to vote shall be determined based on the outstanding debt as reflected in the Audited Accounts of the Company for the year ended March 31, 2022 **("Cut-off Date").** The votes cast by the said Secured Creditors shall be reckoned with reference to such Cut-off Date.

The Chairperson shall submit his report on the meeting within three days of the conclusion of the meeting to the Hon'ble Tribunal.

The above-mentioned Scheme, if approved at the aforesaid meeting, will be subject to such statutory and other approvals required and the sanction of the Hon'ble Tribunal.

Sd/-
Y S Chakravarti
Managing Director and Chief Executive Officer of the Company
DIN - 00052308

Dated at Chennai on this the 1st day of June 2022

Registered Office:
123, Angappa Naicken Street,
Chennai - 600001

Notes for the NCLT convening meeting of the Secured Creditors ("Members") of the Company

1.In compliance with the provisions of the Companies Act, 2013 and the Order of the NCLT, the detailed procedure for participating in the meeting through VC to transact the business set out in the Notice convening this Meeting is set out, which does not require physical presence of Members at a common venue. The deemed venue for the aforesaid Meeting shall be the Registered Office address of the Company.

2.The Company has availed the services of Central Depository Services (India) Limited ("CDSL") as the authorized E-voting's agency for conducting the NCLT convening meeting of the Members of the Company ("Meeting") through VC and enabling participation of Members at the Meeting thereto and for providing services of remote e-voting and e-voting during the Meeting of the Members.

3.Institutional / Corporate Members (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of their Board or governing body Resolution/Authorization etc., authorizing their representative to attend the Meeting through VC on their behalf and to vote through remote e-voting and e-voting during the Meeting pursuant to Section 113 of the Companies Act, 2013. The said resolution/authorization shall be sent to the Scrutinizer by email through its registered email address to srirampcs@gmail.com if they have not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

4.The Explanatory Statement pursuant to Section 230 read with Section 102 and other applicable provisions of the Companies Act, 2013 ("Act") and Rule 6 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 and other enclosures as indicated in the index in respect of the business set out in the Notice of the Meeting is annexed hereto.

5.The facility of joining the Meeting through VC will be opened 15 minutes before and will be open upto 15 minutes after the scheduled start time of the Meeting i.e., from 12.45 p.m. to 01.15 p.m.

6. Institutional investors, who are Members of the Company, are encouraged to attend and vote at the Meeting.

7. The Company has chosen the option of holding the Meeting through VC, as permitted by the Order of the NCLT. Consequently, and in compliance with the MCA Circulars on holding of Meetings through VC, the facility to appoint proxy by Members will not be available for this Meeting and therefore, Proxy Form and Attendance Slip are not annexed to this Notice.

8. The Notice of the meeting and the accompanying documents mentioned in the Index are being sent through electronic mode to all Members to the email addresses that are registered with the Company/Depositories, as permitted by the Order of the NCLT. The hard copies of Notice of the meeting is being sent through permitted mode for those Members whose e-mail addresses are not registered with the Company/ Depositories. The Members may note that the notice is also available on the website of the Company at https://www.shriramcity.in, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and on the website of CDSL at https://www.evotingindia.com.

9. The Members attending the Meeting through VC shall be reckoned for the purpose of quorum. In terms of the Order of the NCLT, the quorum for the meeting of Members is 25 (Twenty Five) and in the event the quorum does not meet within half an hour, the persons present, will be treated as constituting a valid quorum. The Members are urged to attend the meeting.

10. The voting rights of Members shall be in proportion to the outstanding debt amount as on Thursday, March 31, 2022, being the ("Cut-off Date"). Once the vote on the resolution is cast by the Member, the Member shall not be allowed to change it subsequently.

11. Person(s)/Institution(s)/Bank(s) who became a Member after the Cut-off Date should treat this Notice for information purpose only.

12. Since the Meeting will be held through VC the Route Map is not annexed in this Notice.

13. The documents referred to in the Notice and the accompanying Explanatory Statement shall be open for inspection by the Members at the registered office of the Company between 10.00 a.m. and 04.00 p.m. on all days (except Saturdays, Sundays and public holidays) up to the date of the Meeting. All documents referred to in the Notice will be available for inspection, without any fee, by the Members and shall remain open and be accessible to any Member during the continuance of the Meeting. Members seeking to inspect such documents can send an e-mail to sect@shriramcity.in.

14. The Notice convening the meeting and the date of dispatch of the notice will be published through advertisement in the following newspapers, namely, (i) Indian Express (All India Edition) in the English language; and (ii) translation thereof in Dinamani (Tamil Nadu Edition) in the Tamil language.

15. The Scheme shall be considered approved by the Members of the Company if the resolution mentioned in this Notice is approved in the manner provided for under the Companies Act and SEBI Listing Regulations. The Resolution if passed in the manner aforesaid, will be deemed to have been passed on the date of the Meeting.

16. Mr. P. Sriram, Practicing Company Secretary (Membership No. FCS 4862), of P. Sriram & Associates, Chennai has been appointed as the scrutinizer to conduct the voting process through remote e-voting and voting at the Meeting in a fair and transparent manner.

17. The scrutinizer shall submit his report to the Chairperson of the Meeting after completion of the scrutiny of the votes cast by the Members through remote e-voting and voting at the Meeting. The scrutinizer's decision on the validity of the votes shall be final. The results of the Meeting shall be announced by the Chairperson within three (3) days of the conclusion of the Meeting upon receipt of Scrutinizer's report and the same shall be displayed on the website of the Company viz. https://www.shriramcity.in and on the website of CDSL viz. https://www.evotingindia.com, besides being communicated to BSE Limited and the National Stock Exchange of India Limited.

18. Members who is desirous to express his/her views or ask questions during the Meeting, may register themselves as a speaker by sending their request in advance atleast 10 days prior to the meeting mentioning their name, demat account number/folio number, email ID, mobile number to sec@shriramcity.in. Only those Members who have registered themselves as a speaker during this period will be allowed to express their views or ask questions at the Meeting.

19. Procedure for joining the Meeting through VC:

a. Members will be provided with a facility to attend the Meeting through VC through the CDSL e-Voting system. Members may access the same at https://www.evotingindia.com under the option "Shareholders / Members" and login by using the remote e-voting credentials. The link for VC will be available in the login where the EVSN of the Shriram City Union Finance Limited will be displayed.

b. Members may note that the VC facility, allows participation of at least 1,000 Members on a First-come-First-served basis. This will not include Committee Members, Auditors etc. who are allowed to attend the Meeting without restriction on account of first come, first served basis.

c. Members will be able to attend the Meeting through VC by using their remote e-voting login credentials and selecting the link available against the EVSN for the Meeting.

d. Members are encouraged to join the Meeting through Laptops for better experience. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

e. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

f. The user ID and alphanumeric password for the purpose of E-Voting / joining the Meeting through VC will be available in the communication (Pin-mailer) sent along with the notice.

20. Procedure to raise questions / seek clarifications at the ensuing Meeting Members who would like to express their views or ask questions during the Meeting, may register themselves as a speaker by sending their request mentioning their name, demat account number/folio number, email ID, mobile number to sect@shriramcity.in. The shareholdes who do not wish to speak during the meeting but have queries may send their queries in 10 days in advance prior to meeting mentioning their name, demat account number/folio number, email Id, Mobile number at sedt@shriramcity.in. These queries will be replied to by the Company suitably by email.

21. Procedure for remote e-Voting and e-Voting during the Meeting

- Members shall have the option to vote electronically ("e-voting") either before the Meeting ("remote e-voting") or during the Meeting.

- Remote e-voting (Before the date of Meeting) - The Instructions for remote e-voting before the date of Meeting and during the Meeting is provided in this notice.

The remote e-voting period begins on Sunday July 3, 2022 at 09.00 a.m (IST) and ends on Tuesday, July 5, 2022 at 5.00 p.m (IST). The e-voting module shall be disabled for voting after Tuesday, July 5, 2022 at 5.00 p.m (IST).

During this period, Members as on Cut-off date and those who are eligible only shall be entitled to exercise their vote through e-voting process.

22.Instructions for E-voting : The way to vote electronically on CDSL E-Voting system are mentioned below -

- The Members should log on to the e-voting website www.evotingindia.com during the voting period.
- Click on “Shareholders / Members”
- Enter the User ID.
- Next enter the Image Verification as displayed and Click on Login.
- Next Enter the Password - As provided in the Pin-Mailer.
- After entering these details appropriately, click on "SUBMIT" tab.
- Click on the EVSN of Shriram City Union Finance Limited on which you choose to vote.
- On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "Yes/No" for voting. Select the option Yes or No as desired. The option YES implies that the Members assents to the Resolution and option NO implies that the Members dissents to the Resolution.
- Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- Those Members, who will be present in the Meeting through VC facility and have not cast their vote on the Resolutions through remote e-Voting, shall be eligible to vote through e-Voting system during the Meeting.
- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password.
- In such an event, you will need to go through the "Forgot Password" option.

23. Voting during the Meeting:

The procedures for e-voting during the Meeting are the same as for remote e-voting. Members who have voted through Remote e-Voting will be eligible to attend the Meeting. However, they will not be eligible to vote at the Meeting.

Only those Members, who are present in the Meeting through VC facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the Meeting.

If you have any queries or issues regarding attending the Meeting & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

BEFORE THE NATIONAL COMPANY LAW TRIBUNAL,
BENCH, AT CHENNAI
CA (CAA) NO. 36 OF 2022

In the Matter of the Companies Act, 2013

And

In the Matter of Sections 230 to 232 read with Section 52 and other applicable provisions of the Companies Act, 2013

And

In The Matter of The Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited & Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective shareholders

Shriram City Union Finance Limited
a Company incorporated under the Companies
Act, 1956, having its Registered Office at
123, Angappa Naicken Street, Chennai - 600001
Represented by its Authorized Signatory Mr. R. Chandrasekar

…. Transferor Company 3/SCUF

EXPLANATORY STATEMENT UNDER SECTIONS 230(3) AND 102 OF THE COMPANIES ACT, 2013 READ WITH RULE 6 OF THE COMPANIES (COMPROMISES, ARRANGEMENTS AND AMALGAMATIONS) RULES, 2016 TO THE NOTICE OF THE NCLT CONVENED MEETING OF SECURED CREDITORS OF SCUF

Meeting for Composite Scheme of Arrangement and Amalgamation:

1. Pursuant to the Order dated May 11, 2022 passed by the Hon'ble National Company Law Tribunal, Bench, at Chennai (the "NCLT"), in CA(CAA) No. 36 of 2022 ("Order"), a meeting of the Secured Creditors of Shriram City Union Finance Limited (hereinafter referred to as the "Company" or the "Transferor Company 3" or "SCUF" as the context may admit) is being convened and held virtually by video conference on Wednesday, July, 6 2022 at 1:00 P.M for the purpose of considering, and if thought fit, approving, with or without modification(s), the Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective shareholders under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 (the "Scheme"). A copy of the Scheme, which has been, *inter alia,* approved by the Audit Committee and the Board of Directors of the Company at their respective meetings held on December, 13, 2021, is enclosed as **Annexure A**. Capitalised terms used herein but not defined shall have the meaning assigned to them in the Scheme unless otherwise stated.

2. In terms of the said Order, the quorum for the said meeting shall be 25 Secured Creditors present in the meeting and in the event the quorum does not meet within half an hour, the Secured Creditors present, will be treated as constituting valid quorum. The Secured Creditors are urged to attend the meeting. Further in terms of the said Order, the NCLT, has appointed Hon'ble Mr. V. Justice Bharathidasan (Retd.) and in his absence, a Director of the Company as the Chairperson of the meeting of the Secured Creditors of the Company including for any adjournment or adjournments thereof.

3. This Explanatory Statement is enclosed as required under Sections 230(3), and 102 of the Companies Act, 2013 (the "Act") read with Rule 6 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 (the "Rules").

4. NCLT by its said Order has, *inter alia*, directed a meeting of the Secured Creditors of the Company be convened and held through video conferencing on Wednesday, July 6, 2022 at 1:00 P.M. for the purpose of considering, and if thought fit, approving, with or without modification(s), the arrangement embodied in the Scheme. Secured Creditors would be entitled to vote in the said meeting through the remote e-voting system or voting at the Meeting.

5. If the entries in the records/registers of the Company in relation to the value, as the case may be, of the Secured Creditors are disputed, the Chairperson of the meeting shall determine the value, as the case may be, for the purposes of the said meeting.

Particulars of the Company

6. The Company was incorporated under the provisions of Companies Act, 1956 on March 27, 1986 in Tamil Nadu and is a public listed company. The Equity shares of the Transferor Company 3 are listed on the National Stock Exchange of India Limited **('NSE')** and BSE Limited **('BSE')**. There has been no change in the name of the Transferor Company 3 in the last five (5) years. The Corporate Identification Number of the Transferor Company 3 is L65191TN1986PLC012840. The Permanent Account Number of the Transferor Company 3 is AAACS7703H. SCUF is registered with the Reserve Bank of India ("RBI") as a Non Banking Finance Company with registration number RBI 07-00458. SCUF acts as a corporate broker with license no-0652 from the Insurance Development and Regulatory Authority of India.

7. The registered office of the Transferor Company 3 is situated at 123, Angappa Naicken Street, Chennai – 600001. There has been no change in the registered office of the Transferor Company 3 in the past five years. The e-mail address of the is sect@shriramcity.in

8. The objects for which the Company has been established as set out in its Memorandum of Association. The objects are set out under clause no. III of the Memorandum of SCUF. Summary of main objects as per the Memorandum of Association and main objects carried out by the Company are as under.

a) To lend money on security on movable or immovable properties or any shares or securities of any nature or without security and to negotiate loans.

b) To undertake and carry on the business of financing, hire-purchase contracts relating to property or assets of any description either fixed or movable and in particular relating to Houses, Lands,

Government Bonds, Goods, Chattels, Motor-cars, Motor-Buses, Motor-lorries, Auto-Rickshaws, Omnibuses, Tricycles, Scooters, Bicycles, Unicycles, Quadricycles, Velocipedes, Carriages and Vehicles of all kinds whether mechanically propelled bysteam, oil, gas, petrol or electricity or otherwise, Tractors, bullion, stocks, Shares, television sets, machineries of all kinds, pump-sets, refrigerators, electric and electronic goods and on other household articles.

c) To draw, accept, endorse, discount, buy, sell and deal in bills of exchange, promissory notes, bonds Debenturesand other negotiable instruments and securities.

d) To issue on commission, subscribe for, take acquire and hold, sell, exchange and deal in shares, stock, bonds,obligations or securities of any Government, local authority or Company.

e) To acquire, improve, manage, work, develop, exercise all rights in respect of leases and mortgages and to sell,dispose of, turn to account and otherwise deal with property of all kinds and in particular, land, buildings, concessions, patents, business concerns and undertakings.

f) Generally to carry on and undertake any business or operation, commonly carried on or undertaken by capitalists, financiers.

g) To borrow or take deposits of money at interest or otherwise from any person or persons, local authority or Government and advance, lend or deposit any such money or other moneys of the Company for the time beingon such security or otherwise as the Company may deem expedient. But the Company shall not do any bankingbusiness, as defined in the Banking Regulations Act, 1949.

h) The Company shall either singly or in association with other Bodies Corporate-act as Asset Management Company/ Manager/ Fund Manager in respect of any scheme of Mutual Fund whether Open-End Scheme or Closed-End Scheme, floated/to be floated by any Trust/Mutual Fund (whether offshore or onshore)/Company by providing management of Mutual Fund for both offshore and onshore Mutual Funds, Financial Services consultancy, exchange of research and analysis on commercial basis.

Constitute any trust and to subscribe and act as, and to undertake and carry on the office or offices and duties of trustees, custodian trustees, executors, administrators, liquidators, receivers, treasures, attorneys, nominees and agents; and to manage the funds of all kinds of trusts and to render periodic advice on investments, finance, taxation and to invest these funds from time to time in various forms of investments including shares, term loans and debentures etc.

Carry on and undertake the business of portfolio investment and Management, for both individuals as well as large Corporate Bodies and/or such other bodies as approved by the Government, in Equity Shares, Preference Shares, Stock, Debentures (both convertible and non-convertible), Company deposits, bonds unit, loans, obligations and securities issued or guaranteed by Indian or Foreign Governments, States, Dominions, Sovereigns, Municipalities or Public Authorities and/or any other financial instruments, and to provide a package of Investment/Merchant Banking Services by acting as Managers to Public issue of securities, to act as underwriters, issue house and to carry on the business of Registrar to Public issue/various investment schemes and to act as Brokers to Public Issue.

Without prejudice to the generality of the foregoing to acquire any shares, stocks, debentures, debenture- stock, bonds, units of any Mutual Fund Scheme or any other statutory body including Unit Trust of India, obligations or securities by original subscription, and/or through markets both

primary, secondary or otherwise participation in syndicates, tender, purchase, (through any stock exchange, OTC exchange or privately), exchange or otherwise and to subscribe for the same whether or not fully paid-up, either conditionally or otherwise, to guarantee the subscription thereof and to exercise and to enforce all rights and powers conferred by or incidental to the ownership thereof and to advance, deposit or lend money against securities and properties to or with any company, body corporate, firms, person or association or without security and on such terms as may be determined from time to time.

To engage in Merchant Banking activities, Venture Capital, acquisitions, amalgamations and all related merchant banking activities including loan Syndication.

Amended at the AGM held on 27.11.96

i) To carry on the business as manufacturers, Exporters, Importers, Contractors, Sub-Contractors, Sellers, Buyers,Lessers or Lessees and Agents for Wind Electric Generators and Turbines, Hydro Turbines, Thermal Turbines,Solar Modules and Components and parts including Rotor Blades, Braking systems, Tower, Nacelle, Control unit, Generators, etc. and to set up Wind Farms for the company and/or other singly or jointly and also to generate, acquire by purchase in bulk, accumulate, sell distribute and supply electricity and other power (subject to and in accordance with the laws in force from time to time).

Amended at the AGM held on 27.11.96

j) To carry on business of an investment Company or an Investment Trust Company, to undertake and transact trust and agency investment, financial business, financiers and for that purpose to lend or invest money and negotiate loans in any form or manner, to draw, accept, endorse, discount, buy, sell and deal in bills of exchange, hundies, promissory notes and other negotiable instruments and securities and also to issue on commission, to subscribe for, underwrite, take, acquire and hold, sell and exchange and deal in shares stocks,bonds or debentures or securities of any Government or Public Authority or Company, gold and silver and bullion and to form, promote, subsidise and assist companies, syndicates and partnership to promote and finance industrial enterprises and also to give any guarantees for payment of money or performance of any obligation or undertaking, to give advances, loans and subscribe to the capital of industrial undertakings and toundertake any business transaction or operation commonly carried on or undertaken by capitalists, promoters, financiers and underwriters.

Amended at the AGM held on 27.11.96

k) To act as investors, guarantors, underwriters and financiers with the object of financing Industrial Enterprises,to lend or deal with the money either with or without interest or security including in current or deposit account with any bank or banks, other person or persons upon such terms, conditions and manner as may from time totime be determined and to receive money on deposit or loan upon such terms and conditions as the Company may approve. Provided that the Company shall not do any banking business as defined under the Banking Regulations Act, 1949.

Amended at the AGM held on 30.03.2000

l) To carry on in India or elsewhere the business of consultancy services in various fields, such as, general, administrative, commercial, financial, legal, economic, labour and industrial relations, public relations, statistical, accountancy, taxation and other allied services, promoting, enhancing

propagating the activity of investment in securities, tendering necessary services related thereto, advising the potential investors on investment activities, acting as brokers, sub-brokers, Investment Consultant and to act as marketing Agents, General Agents, sub-agents for individuals / bodies corporate/Institutions for marketing of shares, securities, stocks, bonds, fully convertible debentures, partly convertible debentures, non-convertible debentures, debenture stocks, warrants, certificates premium notes, mortgages, obligations, inter corporate deposits, call money deposits, public deposits, commercial papers, general insurance products, life insurance products and other similar instruments whether issued by government, semi government, local authorities, public sector undertakings, companies, corporations, co-operative societies, and other similar organizations at national and international levels.

m) [(1)]To carry out Life or General or any other insurance business operations as intermediary, Broker, Corporate Broker, Agent, Corporate Agent, Marketing Agent, Advisor and Solicitor by soliciting and servicing of insurance business for any of the insurance products whether issued by government, semi government, local authorities, public sector undertakings, companies, corporations, co-operative societies and other similar organisations directly or through Brokers, Sub-brokers, Agents at national and international levels to any person/Company/Authority including customers of the Company, Group Companies and Related Parties without participation in the risk involved in the concerned Insurance.

[(1)] Inserted by way of Special Resolution passed through Postal Ballot by the shareholders on July 25, 2018 (clause 12A)

There is no change in the object clause of SCUF in the last 5 years except for insertion of Clause 12A of the Memorandum of SCUF on July 25, 2018.

9. The Authorized, Issued, Subscribed and Paid-up share capital of SCUF as on March 31, 2021 as reflected in the Audited Balance Sheet of the Company are as follows:

Particulars	**As at March 31, 2021**	
	Number	**Amount (in Rs)**
a. Authorised		
Equity Shares of Rs. 10 each	118,500,000	1,185,000,000
Preference Shares of Rs. 100/- each	4,000,000	400,000,000
b. Issued, Subscribed and Paid-up Equity Shares		
Equity Shares of Rs. 10 each	66,005,022	660,050,220
Preference Shares of Rs. 100/- each	0	0

10. The Authorized, Issued, Subscribed, and Paid-up share capital of the Company as reflected in the accounts of the Company subjected to a Limited Review audit, as on September 30, 2021 are as follows:

Particulars	As at September 30, 2021	
	Number	Amount (Rs)
a. Authorised		
Equity Shares of Rs. 10 each	118,500,000	1,185,000,000
Preference Shares of Rs. 100/- each	4,000,000	400,000,000
b. Issued, Subscribed and, Fully Paid-up Equity Shares		
Equity Shares of Rs. 10 each	66,062,334	660,623,340
Preference Shares of Rs. 100/- each	0	0

The Company has SCUF Employees Stock Option Scheme 2013 ("ESOP13") and SCUF Employees Stock Option Scheme 2006 ("ESOP06") outstanding . The exercise of options under these ESOP13 and ESOP06 may result in increase in issued and subscribed capital.

DESCRIPTION OF THE SCHEME

11. The Scheme provides for

(i) the amalgamation of Shrilekha Business Consultancy Private Limited ("SBCPL/ Transferor Company 1") with Shriram Capital Limited ("SCL/ Transferee Company 1/ Demerged Company/ Transferor Company 2") which is envisaged under Section I, Part III of the Scheme
(ii) the demerger of the undertaking from SCL, carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited (SIHL/ Resulting Company 3"); which is envisaged under Section II, Part III of the Scheme
(iii) the demerger of undertakings from SCL carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited ("SLIH/ Resulting Company 1") and b) Shriram GI Holdings Private Limited ("SGIH/ Resulting Company 2") respectively; which is envisaged under Section III, Part III of the Scheme
(iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited ("STFC/ Transferee Company 2") and
(v) the amalgamation of Shriram City Union Finance Limited ("SCUF/ Transferor Company 3") with STFC with effect from the Appointed Date.

12. Section V of Part III of the Scheme provides for the amalgamation of the Transferor Company 3 with the Transferee Company 2 together with all of its movable assets, immovable properties, investments, licenses, benefits, entitlements, incentives, concessions, contracts, intellectual property, employees, proceedings, rates, duties, cess, books & records and also the liabilities for which consideration shall be paid by the Transferee Company 2 to the shareholders of the Transferor Company 3. The proposal is to be implemented in terms of the Scheme under Sections 230 - 232 of the Act.

13. Section I of Part III of the Scheme will take effect on the Effective Date 1, but with effect from the Appointed Date. The remaining sections of Part III of the Scheme, and Part IV of the Scheme will take effect on the Effective Date 2, but with effect from the Appointed Date, such that on the Appointed Date, Section I of Part III of the Scheme will take effect first, followed by the remaining parts of Part III of the Scheme, and Part IV of the Scheme.

RATIONALE FOR THE SCHEME IS AS UNDER:

The proposal in the Scheme to amalgamate the Transferor Company 3 with the Transferee Company 2, will also serve to be highly beneficial to all the stakeholders, by bringing together the capabilities and the presence of the Group in the categories of transport finance, and retail finance, and in the process create a larger financial lending entity with both these businesses combined, and the resulting benefits of scale and synergies of operation. This proposed merger will further consolidate the leadership position of Transferee Company 2 in the 'Commercial Vehicle' market. Following the proposed merger, and by virtue of the Transferor Company 3's extensive understanding of credit culture, the amalgamated entity will be able to launch retail finance products in locations that the Transferor Company 3 has not been able to penetrate. The combination of the operations of these two entities with their own vast networks of customers, will uniquely position the Group to ensure that each line of business is expanded to its fullest potential on the strength of a larger, amalgamated entity. This process will help in consolidating the vast branch network of these two companies and is likely to provide a variety of retail lending under a single window with attendant saving of expenditure.

Corporate Approvals

14. The proposed Scheme, was placed before the Audit and Risk Management Committee of the Transferor Company 3 at respective meeting held on December 13, 2021. The Audit and Risk Management Committee of the Transferor Company 3 took into account the Valuation Report, dated December 13, 2021, issued by M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., Chartered Accountants (the "Valuation Report") and the fairness opinion dated December 13, 2021, provided by M/s. JM Financial Limited, an Independent SEBI registered Category I Merchant Banker ("Fairness Opinion"), appointed for this purpose by the Transferor Company 3. A copy of the Valuation Report is enclosed as **Annexure C**. The Valuation Report is also open for inspection. A copy of the Fairness Opinion is enclosed as **Annexure D.** The Audit and Risk Management Committee based on the aforesaid, *inter alia*, recommended the Scheme to the Board of Directors of the Transferor Company 3 for its approval.

15. The Scheme along with the Valuation Report was placed before the Board of Directors of the Transferor Company 3, at its meeting held on December 13, 2021. The Fairness Opinion and the report of the Audit Committee was also submitted to the Board of Directors of the Transferor Company 3. Based on the aforesaid, the Board of Directors of the Transferor Company 3 approved the Scheme. None of the directors present at the meeting of Board of Directors of SCUF voted against the Scheme and thus, the Scheme was approved unanimously by the directors i.e., Sri Debendranath Sarangi, Sri Yalamati Srinivasa Chakravati, Sri Diwakar B Gandhi, Sri Duruvasan Ramachandra, Smt. Maya S Sinha, Sri Shashank Singh and Sri Venkataraman Murali who attended and voted at the meeting. Sri Ignatius Michael Viljoen and Sri Pranab Prakash Pattanayak sought for leave of absence and they did not participate and vote at the meeting.

Details of approvals from Regulatory Authorities in relation to the Scheme

16. BSE Limited was appointed as the designated stock exchange by the Transferor Company 3 for the purpose of coordinating with the Securities and Exchange Board of India ("SEBI"), pursuant to the SEBI Circulars. The Transferor Company 3 has received observation letters regarding the Scheme from BSE and NSE, on March 15, 2022 and March 16, 2022 respectively. In terms of the observation letters of BSE and NSE dated March 15, 2022 and March 16, 2022, respectively, BSE and NSE, *inter alia*, conveyed their no adverse observations/no objection for filing the Scheme with the NCLT. Copies of the observation letters dated March 15, 2022 and March 16, 2022, received from BSE and NSE, respectively, are enclosed as **Annexure E.**

17. The Company is a Systematically Important Deposit Accepting Non-Banking Finance Company, within the meaning of the Reserve Bank of India [RBI], Master Directions – Non Banking Financial Company – Systematically Important Non-deposit taking Company and Deposit taking Company, 2016, as amended from time to time. The Company has accordingly sought RBI's approval of the Scheme, *vide* a communication dated January 12, 2022.

18. Further, the Company will notify the Competition Commission of India as required under Section 6(2) of the Competition Act, 2000 read with applicable Regulations.

19. The Companies or any of them would obtain such necessary approvals/sanctions/no objection(s) from the regulatory or other governmental authorities in respect of the Scheme in accordance with law, if so required.

20. The applications along with the annexures thereto (which includes the Scheme) were filed by the Companies with the NCLT, on January 27, 2022 and the NCLT has by the Order dated May 11, 2022 directed that a meeting of the Secured Creditors of the Company, be convened and held, and permitted the Company to hold the same through VC.

21. Notice under Section 230(5) of the Companies Act, 2013 read with Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 will be given to the concerned authorities.

SALIENT FEATURES OF THE SCHEME

I. Definitions

The extracts of the definitions in the Scheme are as under:

In this Scheme, unless repugnant to the meaning or context thereof, the following expressions shall have the meanings as mentioned herein below:

*(a) "**Accounting Standards**" means the Indian Accounting Standards as notified under Section 133 of the Act read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, issued by the Ministry of Corporate Affairs and the other accounting principles generally accepted in India;*
*(b) "**Act" or "the Act**" means the Companies Act, 2013, and rules made thereunder and shall include any statutory modifications, re-enactment or amendments thereof for the time being in force as may be applicable;*

*(c) "**Applicable Law**" means relevant and applicable central, state and local laws of the Republic of India, which includes applicable statute(s), law(s), regulation(s), ordinance(s), rule(s), judgement(s), order(s), decree(s), clearance(s), approval(s), directive(s), guideline(s), requirement(s) or any similar form of determination by or decision of any Governmental Authority, whether in effect as of the date on which this Scheme has been approved by the Board of the companies concerned, or at any time thereafter;*

*(d) "**Appointed Date**" shall mean the 1st of April 2022;*

*(e) "**Board of Directors**" or "Board" shall mean the Board of Directors or any committee thereof of the Transferor Companies, SFVPL, Demerged Company, Resulting Companies, and Transferee Companies, as the context requires;*

*(f) "**Book Value(s)"** shall, for the purpose of Part III, mean the value(s) of the assets and liabilities of the Transferor Companies/Demerged Company, as appearing in their books of accounts, at the close of the business as on the day immediately preceding the Appointed Date and excluding any value arising out of revaluation.*

*(g) **"Business Day**" shall mean any day apart from a Saturday or a Sunday, on which banks are open for business in Chennai, India.*

*(h) "**Court" or "Tribunal**" means the National Company Law Tribunal ("NCLT") or the National Company Law Appellate Tribunal ("NCLAT") as constituted and authorized as per the provisions of the Companies Act, 2013 for approving any scheme of arrangement, compromise or reconstruction of companies under Sections 230 to 232 of the Companies Act, 2013, and shall include inter-alia the Benches of the NCLT having jurisdiction over the respective Transferor Companies, Demerged Company, Resulting Companies, SFVPL, and the Transferee Companies;*

*(i) "**Companies**" means the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies collectively.*

*(j) "**Core Investment Company" or "CIC**" has the meaning assigned to such term in the 'Master Direction – Core Investment Companies (Reserve Bank) Directions, 2016', as amended from time to time.*

*(k) "**Demerged Company**", shall, for the purposes of this Scheme and in particular Section II and Section III of Part III, mean SCL.*

*(l) "**Demerged Insurance Undertakings**" shall, for the purposes of this Scheme and in particular Sections II and III of Part III, mean the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company, collectively.*

*(m) "**Effective Date 1**" shall for the purpose of Section I of Part III of the Scheme, be no later than the 10th day from the date on which the certified copy of the order of the NCLT sanctioning the Scheme of Arrangement and Amalgamation becomes available, and on such date, the certified copy of the order of the NCLT sanctioning the Scheme will be filed with the Registrar of Companies by the Transferor Company 1 and Transferee Company 1, and various actions set out in Section I of Part III of the Scheme, will be undertaken and be given effect to by the Companies. Any reference in Part III – Section I of the Scheme to the "Effective Date", "Scheme becoming effective" or "On the Scheme becoming effective" or "Upon the Scheme becoming effective" or "Effectiveness of the Scheme" shall be construed as references to the "Effective Date 1".*

*(n) "**Effective Date 2**", shall for the purpose of Sections II, III, IV, V and VI of Part III and Part IV of the Scheme, be no later than the 25th day from the date on which the certified copies of the order of the NCLT sanctioning the Scheme of Arrangement and Amalgamation becomes available, and on such date, the certified copy of the order of the NCLT sanctioning the Scheme will be filed with the Registrar of Companies by the Transferor Company 3, Resulting Companies and Transferee Company 2, and various actions set out in Sections II, III, IV, V and VI of Part III of the Scheme and Part IV of the Scheme will be undertaken and be given effect to by the Companies.. Any references in Sections II, III, IV, V and VI of Part III of the Scheme, and in Part IV of the Scheme to any of the following: the "Effective*

Date", "Scheme becoming effective" or "On the Scheme becoming effective" or "Upon the Scheme becoming effective" or "Effectiveness of the Scheme" shall be construed as references to the "Effective Date 2".

Provided however that if any Part of the Scheme as sanctioned, cannot be given effect to or implemented, then no other Part of the Scheme will be deemed to have become effective.

*(o) "**ESOP 1**" shall mean the Transferor Company 3's employee stock option plans as approved by the Board of Directors of the Transferor Company 3 and its shareholders as per the SEBI (Share Based Employee Benefits) Regulations, 2014, as amended from time to time.*

*(p) "**ESOP 2**" means the Transferee Company 2's employee stock option plan that shall be established by the Transferee Company 2 as per the SEBI (Share Based Employee Benefits) Regulations, 2014, as amended from time to time.*

*(q) "**Financial Services Undertaking**" shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving financial services and the Demerged Company's strategic investment in its subsidiaries, namely, SCCL, SVS, SOIPL and Way2Wealth Insurance (collectively, "Financial Services Undertaking Subsidiaries"), which carry on the business of providing financial services and other ancillary businesses; and shall include specifically the following:*

(i) the businesses, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including investments in the Financial Services Undertaking Subsidiaries), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the Financial Services Undertaking and other claims and powers, of whatsoever nature and wheresoever situated belonging to, or in the possession of, or granted in favour of, or enjoyed by the Demerged Company with respect to the Financial Services Undertaking, as on the Appointed Date.

(ii) all employees of/related to the Financial Services Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 3 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the Financial Services Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the Financial Services Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the Financial Services Undertaking, including arbitration proceedings involving the Demerged Company with respect to the Financial Services Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Financial Services Undertaking of the Demerged Company, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Financial Services Undertaking of the Demerged Company.

*(r) "**Governmental Authority**" means any applicable central, state or local government, legislative body, regulatory or administrative authority, agency or commission or committee of any Court, Tribunal, board, bureau, instrumentality, judicial or quasi-judicial or arbitral body having jurisdiction over the territory of India, including inter-alia any authority constituted under, exercising any powers or functions in relation to the Transferor Companies, Demerged Company, Resulting Companies, SFVPL, and/or the Transferee Companies.*

*(s) "**Group**" shall mean the Shriram Group of Companies.*

*(t) "**General Insurance Undertaking**" shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving General Insurance, and the Demerged Company's strategic investment in SGIC, and shall include specifically the following*

(i) its business, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including its investment in SGIC), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the General Insurance Undertaking and other claims and powers, of whatsoever nature and wheresoever situated, belonging to, or in the possession of, or granted in favour of, or enjoyed by the Demerged Company with respect to the General Insurance Undertaking, as on the Appointed Date.

(ii) all employees of/related to the General Insurance Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 2 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the General Insurance Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the General Insurance Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the General Insurance Undertaking, including arbitration proceedings initiated by or against the Demerged Company with respect to the General Insurance Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the General Insurance Undertaking, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.
(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the General Insurance Undertaking.
*(u) "**IRDAI**" means the Insurance Regulatory and Development Authority of India established under Section 3 of the Insurance Regulatory and Development Authority Act, 1999;*
*(v) "**IRDAI Regulations**" shall mean the IRDAI (Transfer of Equity Shares of Insurance Companies) Regulations, 2015;*
*(w) "**Life Insurance Undertaking**" shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving Life Insurance, and the Demerged Company's strategic investment in SLIC, and shall include specifically the following (i) its business, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including its investment in SLIC), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the Life Insurance Undertaking and other claims and powers, of whatsoever nature and wheresoever situated belonging to, or in the possession of, or granted in favour of, or enjoyed by Demerged Company with respect to the Life Insurance Undertaking, as on the Appointed Date.*
(ii) all employees of/related to the Life Insurance Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 1 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.
(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the Life Insurance Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the Life Insurance Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the Life Insurance Undertaking, including arbitration proceedings initiated by or against the Demerged Company with respect to the Life Insurance Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.
(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Life Insurance Undertaking, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Life Insurance undertaking.

*(x) "**Listed NCDs**" shall mean the non-convertible debentures issued by Transferor Company 3 and listed on the Stock Exchanges, the details of which are, as required in the SEBI Master Circular on Scheme of Arrangement by Listed Entities, fully set out in Annexure A to the Scheme.*

*(y) "**Record Date 1**" shall mean the date to be fixed by the Board of Directors of the Transferee Company 1 for the purpose of determining the shareholders of the Transferor Company 1 to whom equity shares of the Transferee Company 1 will be allotted in terms of Section I of Part III of the Scheme; and shall not be earlier than the Effective Date 1.*

*(z) "**Record Date(s) 2**" shall mean the date(s) to be fixed by the Board of Directors of the Resulting Companies 1, 2 and 3, and the Transferee Company 2 for the purpose of determining the shareholders of the Transferor Company 2, Demerged Company, and Transferor Company 3, to whom equity Shares and/or preference Shares will be allotted by the Resulting Companies 1, 2 and 3, and the Transferee Company 2, as may be applicable, and which date(s) shall not be earlier than the Effective Date 2.*

*(aa) "**Redeemable Preference Shares**" shall mean redeemable preference shares issued by the Transferor Company 2/Demerged Company to the holders of such redeemable preference shares and which remain outstanding as on the Effective Date 2;*

*(bb) "**Remaining Undertaking**" shall mean all the remaining businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company, upon the completion and taking effect of the demerger of the Financial Services Undertaking, Life Insurance Undertaking and General Insurance Undertaking to the concerned Resulting Companies, in terms of this Scheme.*

*(cc) "**Resulting Companies**" shall mean the Resulting Company 1, Resulting Company 2 and Resulting Company 3, collectively, as the context may so require.*

*(dd) "**Scheme" or "the Scheme**" or "this Scheme" means this Composite Scheme of Arrangement and Amalgamation in its present form or with any modification(s) approved or imposed or directed by the NCLT or any Governmental Authority/regulatory authorities.*

*(ee) "**SEBI**" means the Securities and Exchange Board of India established under Section 3 of the Securities and Exchange Board of India Act, 1992.*

*(ff) "**SEBI LODR Regulations**" shall mean the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.*

*(gg) "**SEBI Master Circular on Schemes of Listed Companies**" shall mean the master circular on (i) Scheme of Arrangement by Listed Entities and (ii) Relaxation under sub-rule (7) of Rule 19 of the Securities Contracts (Regulation) Rules, 1957 issued by SEBI dated November 23, 2021, as amended from time to time.*

*(hh) "**Stock Exchanges**" means collectively the BSE Limited ("BSE") and the National Stock Exchange of India Limited ("NSE");*

*(ii) "**Transferee Companies**" means the Transferee Company 1 and Transferee Company 2, collectively, as the context may so require.*

*(jj) "**Transferor Companies**" means the Transferor Company 1, Transferor Company 2 & Transferor Company 3, collectively, as the context may so require;*

*(kk) "**Undertakings**" shall mean and include the whole of the business and undertakings of the Transferor Companies, as a going concern, including:*

(i) their businesses, all secured and unsecured debts, liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments, reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements (including those entered into with the Stock Exchanges, and registrations with any concerned Governmental Authority, including but not limited to any licenses granted by the RBI), powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, employee stock options and pension schemes, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the Transferor Companies and other claims and powers, of whatsoever nature and wheresoever situated, belonging to, or in the possession of, or granted in favour of, or enjoyed by the Transferor Companies, as on the Appointed Date.

(ii) all employees of the Transferor Companies engaged in or in relation to the Transferor Companies as on the Effective Date and whose services are transferred to the Transferee Companies and contributions, if any, made towards any provident fund, life insurance premiums (and associated benefits), general insurance premiums (and associated benefits) employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to any of the Transferor Companies, initiated by or against the Transferor Companies or proceedings or investigations to which any of the Transferor Companies are party, including arbitration proceedings with respect to the subscribers of the respective Transferor Companies, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) The existing offices or places of business, of the Transferor Companies in various States, along with all the necessary approvals already obtained from the concerned Governmental Authorities, including the Registrar of Companies having jurisdiction, for the purpose of carrying on business.

(v) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Transferor Companies, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(vi) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Transferor Companies.

22. The relevant parts of the Scheme are extracted as follows:

The Scheme is divided into the following parts:

- ***Part I*** *– Definitions & Interpretation*
- ***Part II*** *– Capital Structure*
- ***Part III*** *–*

Section I *-Amalgamation of the Transferor Company 1 with Transferee Company 1, issue of shares of Transferee Company 1 to the shareholders of Transferor Company 1; the consequential cancellation of the equity shares held by Transferor Company 1 in SFVPL;*

Section II *- Demerger of the Financial Services Undertaking (defined hereinafter) of the Demerged Company into Resulting Company 3, the consequential cancellation of the redeemable preference share capital of the Demerged Company, and the issue of shares of the Resulting Company 3 to the shareholders of the Demerged Company;*

Section III *– Demerger of the Life Insurance Undertaking and General Insurance Undertaking (defined hereinafter) of the Demerged Company into Resulting Company 1 and Resulting Company 2 respectively, and the issue of shares of the Resulting Companies 1 and 2 to the shareholders of the Demerged Company;*

Section IV *– Amalgamation of the Transferor Company 2 with Transferee Company 2, and issue of shares of the Transferee Company 2 to the shareholders of the Transferor Company 2.*

Section V *- Amalgamation of the Transferor Company 3 with Transferee Company 2, and the issue of shares of the Transferee Company 2 to the shareholders of the Transferor Company 3.*

Section VI *– Allotment of shares on account of increase in Transferor Company 2 shareholding.*

- *Part IV – Increase in the Authorized Capital of the Transferee Company 2 and the Resulting Companies.*
- *Part V – General Terms & Conditions*

Each Section of Part III of this Scheme shall be deemed to have taken effect as specifically provided for, and in the sequence set out, in the Scheme.

Section I of Part III of the Scheme will take effect on the Effective Date 1, but with effect from the Appointed Date. The remaining parts of Part III of the Scheme, and Part IV of the Scheme will take effect on the Effective Date 2, but with effect from the Appointed Date, such that on the Appointed Date, Section I of Part III of the Scheme will take effect first, followed by the remaining parts of Part III of the Scheme, and Part IV of the Scheme.

Provided however that if any Part of the Scheme as sanctioned, cannot be given effect to or implemented, then no other Part of the Scheme will be deemed to have become effective.

23. The salient features of the Scheme which involves the Transferor Company 3 are extracted as hereunder:

PART – III

SECTION – V

AMALGAMATION OF TRANSFEROR COMPANY 3 WITH TRANSFEREE COMPANY 2

3.34 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, Transferor Company 3, shall, together with all of its movable assets, immovable properties, investments, licenses, benefits,

entitlements, incentives, concessions, contracts, intellectual property, employees, proceedings, rates, duties, cess, books & records as also the liabilities, shall subject to the provisions of Clause 3.35 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and vested in and shall be deemed to have been transferred to and vested in the Transferee Company 2, as a going concern.

3.35 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS, IMMOVABLE PROPERTIES & INVESTMENTS

3.35.1 In respect of such assets of the Transferor Company 3, which are moveable in nature or are otherwise capable of transfer by delivery of possession, payment or by endorsement and delivery, the same shall be transferred to and vested in Transferee Company 2 and shall become the property of the Transferee Company 2. The vesting pursuant to this paragraph shall be deemed to have occurred by manual delivery or endorsement, as appropriate to the property being vested and the title to the property shall be deemed to have been transferred accordingly, without requiring execution of any deed or instrument of conveyance for the same.

3.35.2 In respect of such assets of the Transferor Company 3, which are or represent Investments registered and/or held in any form by or beneficial interest by it, the same shall stand transferred/transmitted to and vested in the Transferee Company 2, together with all rights, benefits, and interest therein or attached thereto, without any further act or deed, and thereupon the Transferor Company 3 shall cease to be the registered and/or the beneficial owner of such investments. The Transferor Company 3 shall be deemed to be holding such investments for and on behalf of and in trust for and for the benefit of the Transferee Company 2 and all profits or dividends and other rights or benefits accruing/paid/distributed on such investments and all taxes thereon, or losses arising or expenses incurred relating to such investments, shall, for all intent and purposes, be treated as the profits, dividends, rights, benefits, taxes, losses, or expenses, as the case may be, of the Transferee Company 2.

3.35.3 In respect of such of the moveable assets belonging to the Transferor Company 3, other than those specified in Clauses 3.35.1 and 3.35.2 above, including sundry debtors, outstanding loans and advances, if any, recoverable in cash or in kind or value to be received, bank balances and deposits, if any, the same shall [notwithstanding whether there is any specific provision for transfer of credits, assets or refunds under any Applicable Law, wherever applicable], without any further act, instrument or deed by the Transferor Company 3 or the Transferee Company 2 or the need for any endorsements, stand transferred from the Transferor Company 3, to and in favour of the Transferee Company 2. Any security, lien, encumbrance, or charge created over any assets in relation to the loans, debentures or borrowings or any other dues of the Transferor Company 3, shall, without any further act or deed, stand transferred to the benefit of the Transferee Company 2, which will have all the rights of Transferor Company 3 to enforce such security, lien, encumbrance or charge, by virtue of this Scheme.

3.35.4 All immovable properties of the Transferor Company 3 [i.e. land together with the buildings and structures standing thereon or under construction, whether freehold, leasehold, leave and licensed or otherwise], including any tenancies in relation to office space, guest houses and residential premises including those provided to/occupied by the employees and all documents of title, rights and easements in relation thereto and

all plant and machineries constructed or embedded or attached to any such immovable properties and all rights, covenants, continuing rights, title and interest in connection with the said immovable properties, shall stand transferred to and vested in the Transferee Company 2, without any further act or deed done/executed or being required to be done/executed by the Transferee Company 2, or Transferor Company 3. The Transferee Company 2 shall be entitled to exercise and enjoy all rights and privileges attached to the immovable properties and shall be liable to pay the ground rent and taxes and fulfill all obligations and be entitled to all rights in relation to or as applicable to such immovable properties.

LICENSES

3.35.5 All licenses relating to the Transferor Company 3 shall stand transferred to and vested in the Transferee Company 2, without any further act or deed by the Transferor Company 3, or the Transferee Company 2, and be in full force and effect in favour of the Transferee Company 2, as if the same, were originally given to, issued to or executed in favour of the Transferee Company 2, and the Transferee Company 2 shall be bound by the terms thereof, the obligations and duties thereunder, and the rights and benefits under the same shall be available to the Transferee Company 2.

3.35.6 *Any and all approvals obtained by the Transferor Company 3 for the purpose of carrying on its businesses, shall inure to the benefit of the Transferee Company 2, subject to Applicable Laws, and the Transferee Company 2 shall be entitled to continue these operations from these various locations, without having to obtain any further approvals*, or undertake any further processes, under any Applicable Law.

BENEFITS, ENTITLEMENTS, INCENTIVES AND CONCESSION

3.35.7 All benefits, entitlements, incentives and concessions under incentive schemes and policies that the Transferor Company 3 are entitled to, including under service tax, Goods and Services Tax (including the Integrated Goods and Services Tax input tax credit, Central Goods and Services Tax input tax credit and State Goods and Services Tax input tax credit), VAT, sales tax and income tax laws, shall to the extent statutorily available and along with associated obligations, stand transferred to and vested in and be available to the Transferee Company 2, as if the Transferee Company 2 was originally entitled to all such benefits, entitlements, incentives and concessions. All cheques (including post-dated cheques, subject to complying with procedural requirements under Applicable Law, if any) and other negotiable instruments, payment orders received or presented for encashment which are in the name of the Transferor Company 3, shall on and from the Effective Date stand transferred to, and without any further, act or deed, be treated as having been issued to or by the Transferee Company 2, and shall be accepted by the bankers of the Transferee Company 2 and credited to the account of the Transferee Company 2. All legal rights in relation to such cheques and negotiable instruments shall stand vested in the Transferee Company 2. Any standing instructions concerning payment obligations, or ENACH forms signed by the Transferor Company 3 shall be deemed to have been issued or signed by the Transferee Company 2, and the concerned authority to whom such instructions have been provided or forms signed shall accept the same.

CONTRACTS

3.35.8 All contracts of the Transferor Company 3, including without limitation documents & agreements relating to creation of security, subsisting or having effect immediately before the Effective Date, with respect to the Transferor Company 3, shall stand transferred to and vested in the Transferee Company 2 and be in full force and effect in favour of the Transferee Company 2 and may be enforced by or against it as fully and effectually as if, instead of Transferor Company 3, the Transferee Company 2 had been a party or beneficiary thereto.

3.35.9 All guarantees provided by any bank in favour of the Transferor Company 3, outstanding as on the Effective Date, shall vest in the Transferee Company 2 and shall ensure to the benefit of the Transferee Company 2 and all guarantees issued by the bankers of the Transferor Company 3, favouring any third party shall be deemed to have been issued at the request of the Transferee Company 2 and continue in favour of such third party till their maturity or earlier termination.

3.35.10 It shall not be necessary to obtain the consent of any third party or other person, who is a party to any such contract or arrangement to give effect to the provisions of this paragraph.

EMPLOYEES:

3.35.11 All the employees in the service of the Transferor Company 3, shall be deemed to have become the employees of the Transferee Company 2, with effect from the Appointed Date, and shall stand transferred to the Transferee Company 2, without any interruption of service and on terms and conditions no less favourable than those on which they are engaged by the Transferor Company 3 as on the Effective Date, including in relation to the level of remuneration and contractual and statutory benefit, incentive plans, terminal benefits, employee stock options and pension schemes, gratuity plans, provident plans, and any other retirement benefits.

3.35.12 In the event of retrenchment of such employees, the Transferee Company 2 shall be liable to pay compensation in accordance with law on the basis that the services of the employees shall have been continuous and shall not have been interrupted by reason of such transfer; and

3.35.13 It is provided that as far as the Provident Fund, Gratuity, Pension, Superannuation Fund or any other special funds that are applicable to the employees of the Transferee Company 2 and existing in the Transferee Company 2 for the benefit of the employees of the Transferee Company 2, the same shall also be extended to the employees of the Transferor Company 3.

3.35.14 All contributions made by any of the Transferor Company 3, on behalf of its employees, and all contributions made by the employees including the interest arising thereon, to the funds standing to the credit of such employees' account with such funds, shall, upon this Scheme becoming effective, be transferred to the funds maintained by the Transferee Company 2, along with such of the investments made by such funds which are referable and allocable to the employees and the Transferee Company 2 shall stand substituted for the Transferor Company 3 with regard to its obligations to make the said contributions.

3.35.15 *In relation to those employees for whom Transferor Company 3 is making contributions to the Government provident fund, the Transferee Company 2 shall stand substituted in its place, for all purposes, including in relation to the obligation to make contributions to such funds in accordance with the provisions of such funds, bye-laws etc., in respect of the employees.*

3.35.16 *The Transferee Company 2 shall continue to abide by the agreement(s) and settlement(s) entered into with the employees of the Transferor Company 3, if any, in terms of such agreement(s) and settlement(s) subsisting on the Effective Date, in relation to the employees.*

EMPLOYEE STOCK OPTION PLAN

3.35.17 *In respect of stock options granted by the Transferor Company 3 under the ESOP 1 plans, upon the effectiveness of the Scheme, the Transferee Company 2 shall issue stock options to the employees who are eligible under ESOP 1, taking into account the share exchange ratio as provided for in this Scheme. Such stock options may be issued by the Transferee Company 2 either under its existing ESOP 2 plans or under a revised stock option plan that may be created by the Transferee Company 2. Upon the issue of such stock options by the Transferee Company 2, any and all stock options under ESOP 1 shall automatically be deemed to have lapsed.*

3.35.18 *The grant of options to the eligible employees pursuant to Clause 3.35.17 of this Scheme shall be effected as an integral part of the Scheme and the consent of the shareholders of the Transferee Company 2 to this Scheme shall be deemed to be their consent in relation to all matters pertaining there to. No further approval of the shareholders of the Transferee Company 2 would be required in this connection under Applicable Law.*

3.35.19 *It is hereby clarified that in relation to the options granted by the Transferee Company 2 to the eligible employees, the period during which the options granted by the Transferor Company 3 were held by or deemed to have been held by the eligible employees shall be taken into account for determining the minimum vesting period required under Applicable Law or agreement or deed for such stock options.*

3.35.20 *The Board of Directors of the Transferee Company 2 or any of the committee(s) thereof, including the compensation committee, if any, shall take such actions and execute such further documents as may be necessary or desirable for the purpose of giving effect to the provisions of this clause of the Scheme.*

PROCEEDINGS

3.35.21 *With effect from the Appointed Date and upon the Scheme becoming effective, all suits, actions and proceedings of whatsoever nature by or against the Transferor Company 3, shall, on the Effective Date, be continued and enforced by or against the Transferee Company 2.*

3.35.22 *Upon the Scheme becoming effective the name of the Transferor Company 3, shall stand substituted by the name of the Transferee Company 2 in any pending dispute or arbitral proceedings, and the Transferee Company 2 shall be entitled to continue the proceedings, in its name, from the stage at which the proceedings stand, as on the Effective Date.*

3.35.23 The Transferee Company 2 undertakes to have all legal or other proceedings initiated by or against the Transferor Company 3, in respect of matters referred above transferred into its name and to have the same continued, prosecuted and enforced by or against the Transferee Company 2 to the exclusion of the Transferor Company 3.

LIABILITIES, DEBTS, OBLIGATIONS & SECURITY:

With effect from the Appointed Date, the debts, liabilities, contingent liabilities, duties and obligations of every kind, nature and description relatable to the Transferor Company 3 shall, under the provisions of Sections 230 to 232 and all other applicable provisions, if any, of the Act, and without any further act or deed, be transferred to or be deemed to be transferred to the Transferee Company 2, so as to become from the Appointed Date the debts, liabilities, contingent liabilities, duties and obligations of the Transferee Company 2 and it shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, liabilities, contingent liabilities, duties and obligations have arisen, in order to give effect to the provisions of this sub-clause. With respect to the Transferor Company 3, the aforesaid term 'liabilities' shall also include the non-convertible debentures, issued, raised, incurred and/ or utilized.

Upon the coming into effect of the Scheme and without prejudice to the aforesaid, all debentures, notes and other instruments of like nature (whether convertible into equity shares or not) issued by the Transferor Company 3, including, without limitation, the outstanding non-convertible debentures shall, pursuant to the provisions of Sections 230 to 232 and other relevant provisions of the Act, without any further act, instrument or deed, become the debt securities of the Transferee Company 2 on the same terms and conditions, except to the extent modified under the provisions of this Scheme all rights, powers, duties and obligations in relation thereto shall be and stand transferred to and vested in or be deemed to have been transferred to and vested in and shall be exercised by or against the Transferee Company 2 as if it was the issuer of the debt securities so transferred.

3.35.24 Subject to the requirements, if any, imposed or concessions, if any, granted by the Stock Exchanges, and other terms and conditions agreed with the Stock Exchanges, the non-convertible debentures which stand transferred to the Transferee Company 2 shall be listed and/ or admitted to trading, on the Stock Exchanges, where the non-convertible debentures are currently listed and/ or admitted to trading, on the same terms and conditions, unless otherwise modified in accordance with Applicable Law.

3.35.25 Where any of the liabilities and obligations/assets attributed to the Transferor Company 3 on the Appointed Date have been discharged/ sold by the Transferor Company 3 after the Appointed Date and prior to the Effective Date, such discharge/sale shall be deemed to have been for and on behalf of the Transferee Company 2.

3.35.26 Any payment or discharge of any liabilities, debts or obligations pertaining to the Transferor Company 3 by the Transferee Company 2 shall be deemed to have been made for and on behalf of the Transferor Company 3, and shall constitute a valid discharge.

3.35.27 This Scheme shall not operate to enlarge or extend the security for any of the liabilities of the Transferor Company 3 and the Transferee Company 2 shall not be obliged to create any further or additional security therefor, after the Effective Date, unless otherwise agreed to by the Transferee Company 2.

3.35.28 *In so far as the existing security in respect of the Liabilities is concerned, such security shall, without any further act, instrument or deed be modified and shall be extended to, and shall operate only over the assets of the Transferor Company 3 which have been charged and secured, and subsisting as on the Effective Date, in respect of the Liabilities. Provided that if any of the assets of the Transferor Company 3 have not been charged or secured in respect of the Liabilities, such assets shall remain unencumbered and the existing security referred to above shall not be extended to, and shall not operate over such assets.*

CANCELLATION OF LISTED NCDs ISSUED BY TRANSFEROR COMPANY 3, AND ISSUE AND LISTING OF NON-CONVERTIBLE DEBENTURES IN LIEU THEREOF BY THE TRANSFEREE COMPANY 2:

3.35.29 *As an integral part of the Scheme, upon the same taking effect, the Listed NCDs issued by the Transferor Company 3, shall without any further act, deed or requirement stand cancelled and any liability in respect of the same shall stand extinguished. Further, and in lieu of the cancellation of such Listed NCDs, the Transferee Company 2 will issue to each of the holders of the Listed NCDs, such number of fresh non-convertible debentures equal to the number of Listed NCDs held by them on the same terms and conditions, applicable to the Listed NCDs, as far as practicable. The Transferee Company 2 will further take steps to cause the listing of such non-convertible debentures issued in terms of this clause, in accordance with Applicable Laws. The number of fresh non-convertible debentures to be issued, in lieu of the Listed NCDs, in terms of this clause, has been arrived at and approved by the Board of Directors of the Transferor Company 3 and the Transferee Company 2, based on their respective independent judgment and taking into consideration valuation reports obtained from M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., independent Registered Valuers, who have arrived at a valuation of the Listed NCDs.*

3.35.30 *The Transferee Company 2 will appoint a Debenture Trustee in respect of the non-convertible debentures to be issued in terms of this Scheme, in compliance with the requirements of the SEBI [Issue and Listing of Debt Securities] Regulations, 2008, and the provisions of the Act, and such other requirements of Applicable Laws, as may be relevant in this regard.*

TAX TREATMENT

3.35.31 *All taxes, rates, duties, fees, cess etc., that are allocable, referable or related to the Transferor Company 3 and, payable, whether due or not, from the Appointed Date, including all advance tax payments, tax deducted at source, tax liabilities, tax obligations or any refunds, credits and claims shall, for all intent and purposes, be treated as the liability, obligations or refunds, credit and claims, as the case may be, of the Transferee Company 2.*

3.35.32 *Further, it will be deemed that the benefit of any tax credits whether central, state or local, availed by the Transferor Company 3, and the obligations, if any, for payment of taxes on any assets etc. shall be deemed to have been availed by Transferee Company 2.*

3.35.33 *With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Transferor Company 3, including all or any refunds/credit/claims/tax losses*

/unabsorbed depreciation relating thereto shall be treated as the asset/liability or refunds/credit/claims/tax losses /unabsorbed depreciation, as the case may be, of the Transferee Company 2.

3.35.34 The Transferee Company 2 is expressly permitted to revise its tax returns, electronically or physically after taking credit for all taxes paid including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by Transferee Company 2 previously disallowed in the hands of Transferor Company 3 under the Income Tax Act, 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, 1961 credit of foreign tax paid/withheld, if any, pertaining to Transferor Company 3, consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Transferor Company 3 upon the coming into effect of this Scheme.

3.35.35 It is further clarified that the Transferee Company 2 shall have the right to claim refunds, tax credits, set-offs and/or adjustments relating to the income or transactions it has entered into, by virtue of this Scheme with effect from the Appointed Date. The taxes or duties paid by, for, or on behalf of the Transferor Company 3, relating to the period on or after Appointed Date, shall be deemed to be the taxes or duties paid by the Transferee Company 2, which shall be entitled to claim credit or refund for such taxes or duties.

BOOKS AND RECORDS

3.35.36 All books, records, files, papers, catalogues, quotations, advertising materials, if any, lists of present and former clients, subscribers, and all other books and records, whether in physical or electronic form, of the Transferor Company 3, to the extent possible and permitted under Applicable Laws, be handed over by them to the Transferee Company 2.

***CONDUCT OF BUSINESS TILL THE EFFECTIVE DATE**:*

3.35.37 With effect from the Appointed Date and up to and including the Effective Date:

(a)The Transferor Company 3 shall both carry on, and be deemed to have been carrying on, all business activities and shall hold and stand possessed, and shall be deemed to have held and possessed, of all the assets, rights, title, interest, authorities, contracts, investments, decisions for and on account of, and in trust for, the Transferee Company 2.

(b)All profits or income or taxes, including but not limited to income tax, fringe benefit tax, advance taxes, tax deducted at source by or on behalf of the Transferor Company 3, minimum alternate tax credit, dividend distribution tax, securities transaction tax, taxes withheld/ paid in a foreign country, wealth tax, sales tax, value added tax, excise duty, service tax, Goods and Services Tax,customs duty, refund, reliefs, etc., accruing or arising to the Transferor

Company 3, or losses arising or expenditure incurred by it, on and from Appointed Date upto the Effective Date, shall for all purposes be treated as, and be deemed to be treated as, the profits or income or losses or expenditure or the taxes of the Transferee Company 2.

(c) The Transferor Company 3 shall carry on its business activities with proper prudence and diligence and shall not, without prior written consent of the Transferee Company 2, alienate, charge or otherwise deal with or dispose off any of its business Undertaking(s) or any part thereof (except in the ordinary course of business or pursuant to any pre-existing obligations undertaken by the Transferor Company 3 prior to the Appointed Date).

(d) The Transferor Company 3 shall be permitted to make modification to its capital structure, either by an increase (by issue of rights shares, bonus shares, convertible debentures or otherwise), decrease, reclassification, sub-division or reorganisation or in any other manner, whatsoever, in the normal course of business without having to seek the explicit consent of the Board of Directors of the Transferee Company 2.

(e) The Transferor Company 3 shall not vary, except in the ordinary course of business, the terms and conditions of employment of its employees without the consent of the Board of Directors of the Transferee Company 2, and any promotions, increments etc., provided to employees shall be as per standard business practices employed in the normal course of business by Transferor Company 3.

(f) All assets acquired, leased or licensed, benefits, entitlements, incentives and concessions granted, contracts entered into, liabilities incurred and proceedings initiated or made party to, between the Appointed Date and the Effective Date by the Transferor Company 3 shall be deemed to be transferred to and vested in the Transferee Company 2. For avoidance of doubt, where any of the Liabilities as on the Appointed Date [deemed to have been transferred to the Transferee Company 2] have been discharged by the Transferor Company 3, on or after the Appointed Date, but before the Effective Date, such discharge shall be deemed to have been for and on behalf of the Transferee Company 2 for all intent and purposes and under Applicable Laws.

(g) With effect from the Effective Date, the Transferee Company 2 shall carry on and shall be authorized to carry on the businesses of the Transferor Company 3, and till such time as the name of the account holder in the bank accounts of the Transferor Company 3, are substituted by the bank in the name of the Transferee Company 2, the Transferee Company 2 shall be entitled to operate such bank accounts of the Transferor Company 3, in its name, in so far as may be necessary.

(h) To the extent possible, pending sanction of this Scheme, the Transferor Company 3, or the Transferee Company 2 shall be entitled to apply to the relevant Governmental Authorities and other third parties, concerned, as may be necessary under any law or contract for transfer or modification of such consents, approvals and sanctions which the Transferee Company 2 may require to own and carry on the businesses of the Transferor Company 3, with effect from the Effective Date and subject to this Scheme being sanctioned.

(i) For the purpose of giving effect to the order passed under Sections 230 to 232 of the Act, in respect of this Scheme, by the NCLT, the Transferee Company 2 shall, upon the Scheme becoming effective, be entitled to get the record of the change in the legal right(s) standing in the names of the Transferor Company 3, in its favour in accordance with such order and the provisions of the Act, and Applicable Laws.

(j) The Transferor Company 3 shall declare or pay any dividends, as per its usual practice, and in accordance with the applicable provisions of the Companies Act, 2013, whether interim or final, to its equity shareholders in respect

of the accounting period prior to the Appointed Date, and between the Appointed Date and Effective Date (subject to Applicable Law), without requiring any prior approval from the Board of Directors of Transferee Company 2.

3.36 ***CONSIDERATION***

3.36.1 Upon coming into effect of this Scheme and in consideration for:

The amalgamation, transfer and vesting of Transferor Company 3 with Transferee Company 2, in terms of this Scheme, the shareholders of the Transferor Company 3 [other than Transferor Company 2] whose names are reflected in the Register of Members of the Transferor Company 3 as on Record Date 2; will be allotted shares in the following manner:

For every One Hundred fully paid equity shares of Rs. 10 [Indian Rupees Ten] each held in Transferor Company 3, by the shareholders other than Transferor Company 2, they will be entitled to One Hundred and Fifty Five fully paid equity shares of Rs. 10 [Indian Rupees Ten] each in Transferee Company 2.

3.36.2 The allotments of shares under Clause 3.36.1 above, of this Scheme by the Transferee Company 2 shall be made without any further application or deed, and to such of the shareholders of the Transferor Company 3, as on the Record Date 2 which date shall be decided by the Board of Directors of the Transferee Company 2.

3.36.3 The equity shares to be issued and allotted under Part III – Section V of the Scheme by the Transferee Company 2 shall be subject to its Memorandum of Association and Articles of Association. The equity shares issued by the Transferee Company 2 shall rank pari passu in all respects, including dividends, voting and other rights, with its existing equity shares. The Board of Directors of the Transferee Company 2, shall, if and to the extent required, apply for and obtain any approvals from concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. The approval of this Scheme by the shareholders of all the concerned companies under Sections 230 to 232 of the Act, shall be deemed to constitute the approvals as may be required under any other applicable provisions of the Act and any other consents and approvals required in this regard.

3.36.4 On the Scheme becoming effective, and by virtue of the amalgamation of the Transferor Company 3 with the Transferee Company 2, the equity shares held by the Transferor Company 2 in Transferor Company 3, and considering that Transferor Company 2 is itself amalgamating with Transferee Company 2, shall stand cancelled.

3.37 ***ACCOUNTING TREATMENT IN THE BOOKS OF TRANSFEREE COMPANY 2***

3.37.1 Upon effectiveness of the Scheme and with effect from the Appointed Date, the amalgamation will be accounted in accordance with the "acquisition method" prescribed under the Indian Accounting Standard – 103 Business Combinations as notified under Section 133 of the Act, read together with Paragraph 3 of the Companies (Indian Accounting Standard) Rules, 2015.

3.37.2 The Transferee Company 2 shall recognise separately from goodwill, if any; the identifiable assets acquired, and the liabilities taken over, including such assets and liabilities that the Transferor Company 3 had not previously recognised in its financial statements.

3.37.3 The Transferee Company 2 shall measure the identifiable assets acquired and liabilities taken over at fair values determined as on Appointed Date.

3.37.4 *The Transferee Company 2 shall record the equity shares issued and allotted as consideration at fair value as on the Appointed Date. The total face value of the equity shares on such issue shall be added to the share capital account and the balance shall be added to the securities premium account.*

3.38 ***SAVING OF CONCLUDED TRANSACTIONS****:*

The transfer and vesting of the Transferor Company 3 with and into the Transferee Company 2 under Part III of this Scheme, shall not affect any transaction or proceedings already completed or liabilities incurred by the Transferor Companies, either prior to, or on or after the Appointed Date till the Effective Date, to the end and intent that the Transferee Company 2 shall accept and adopt all acts, deeds and things done and executed by or on behalf of the Transferor Company 3, in respect thereto as acts, deeds and things done and executed by and on behalf of itself.

3.39 ***DISSOLUTION OF THE TRANSFEROR COMPANY 3***

Subject to an order being made by the NCLT under Sections 230 to 232 of the Act, the Transferor Company 3 shall stand dissolved without the process of winding up on the Scheme becoming effective in accordance with the provisions of the Act and the Rules made thereunder.

Section VI:
ALLOTMENT OF SHARES ON ACCOUNT OF INCREASE IN TRANSFEROR COMPANY 2 SHAREHOLDING:

4. ALLOTMENT OF SHARES ON ACCOUNT OF INCREASE IN TRANSFEROR COMPANY 2'S SHAREHOLDING IN TRANSFEROR COMPANY 3 AND/OR TRANSFEREE COMPANY 2

4.1 Upon coming into effect of this Scheme and in addition to the allotment of shares provided for in Sections II, III, IV, and V of Part – III of this Scheme:

i. In the event of the Transferor Company 2, prior to the Effective Date 2, acquiring additional fully paid-up equity shares in the Transferee Company 2 and/or the Transferor Company 3; the shares to be allotted to each of the shareholders of the Transferor Company 2 will be adjusted for such increase in the shareholding of the Transferor Company 2 in the Transferee Company 2 and/or Transferor Company 3, proportionate to the extent of their shareholding in Transferor Company 2, on the following basis:

- *In respect of every 1 additional share of the Transferee Company 2 so acquired by Transferor Company 2, the shareholders of the Transferor Company 2, for every 1 share held by them in Transferor Company 2, be entitled to 1 additional share of the Transferee Company 2, with the number of shares to be allotted out of such additional share(s) to each of such shareholders, being in proportion to their shareholding(s) in Transferor Company 2;*

- *In respect of every 1 additional share of the Transferor Company 3 so acquired by Transferor Company 2, the shareholders of the Transferor Company 2 , for every 1 share held by them in Transferor Company 2 , and considering that Transferor Company 3 is as a part of this Scheme, being amalgamated with Transferee*

Company 2, be entitled to additional share(s) of the Transferee Company 2 [based on the entitlement ratio(s) for the allotment of shares of Transferee Company 2 for shares held in Transferor Company 3], with the number of shares to be allotted out of such additional share(s) to each of the shareholders, being in proportion to their shareholding(s) in Transferor Company 2 ;

4.2 The share exchange ratios as set out in the various Sections of Part III of the Scheme have been arrived at and approved by the Board of Directors of the Transferor Companies, Resulting Companies, SFVPL and the Transferee Companies, based on their respective independent judgment and taking into consideration valuation reports obtained from M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., Independent Registered Valuers, who have arrived at a valuation of the shares of the Companies involved, by applying various parameters as customarily adopted in such valuation exercise, including inter alia the audited accounts/limited review accounts, of the Companies involved as on 30.09.2021. In addition, in so far as the Transferor Company 3 and Transferee Company 2 are concerned, such independent Registered Valuers have also considered the quoted price of the respective company's shares listed on the Stock Exchanges. Further, in respect of the Transferor Company 3 and Transferee Company 2, the Board of Directors of such Companies have also considered the fairness report of M/s. JM Financial Limited and M/s. HSBC Securities and Capital Market (India) Private Limited, respectively placed before them. The Board of Directors of the Transferor Companies, Resulting Companies, SFVPL and the Transferee Companies have come to the conclusion that the proposed share exchange ratios are fair and reasonable to the shareholders of each of the Companies involved.

4.3 All share issuances under this Scheme by the Transferee Company 2 shall be in compliance with the requirements of the SEBI LODR Regulations and the SEBI Master Circular, and other requirements of Applicable Laws. The new equity shares to be issued by Transferee Company 2, pursuant to the Scheme, will be listed and/or admitted to trading on the BSE and NSE where the equity shares of the Transferee Company 2 are listed and/or admitted to trading. The Transferee Company 2 shall enter into such arrangements and give such confirmations and/or undertakings as may be necessary in accordance with the Applicable Laws or regulations for complying with the formalities of the aforesaid Stock Exchanges. On such formalities being fulfilled the said Stock Exchanges shall list and /or admit such new equity shares also for the purpose of trading. The new equity shares allotted by the Transferee Company 2, pursuant to the Scheme, shall remain frozen in the depositories system till the listing / trading permission is given by the BSE and NSE. Further, there shall be no change in the shareholding pattern or control in Transferee Company 2 between the Record Date 2 and the listing of the new equity shares allotted by Transferee Company 2. No fractional certificate(s) shall be issued by the Transferee Company 2 in respect of any fractions which the equity shareholders of Transferor Companies 2 and 3 may be entitled to on issue and allotment of new equity shares pursuant to the Scheme. The Board of Directors of the Transferee Company 2 shall instead, consolidate all such fractional entitlements and allot new equity shares in lieu thereof to a trust as the Board of Directors of Transferee Company 2 shall appoint in this regard who shall hold the new equity shares in trust on behalf of the equity shareholders entitled to such fractional entitlements with express understanding that such trust shall sell such shares in the market at such price, within a period of 90 days from the date of allotment of shares, and arrange for the net sale proceeds, after applicable deductions, to the equity shareholders entitled in proportion to their respective fractional entitlements. In case the number of such new shares to be allotted to the said trust by virtue of consolidation of fractional entitlements is a fraction, one additional equity share will be issued in the Transferee Company 2, subject to Applicable Laws. The equity shares that are to be issued in terms of this Scheme shall be issued in dematerialised form. As mandated under the regulations framed by SEBI in this regard, the Transferee Company 2 will issue shares pursuant to the Scheme only in electronic form and to the demat account of the

respective shareholders. In the event of any shareholder failing to communicate their demat account details to the Transferee Company 2 before the Record Date 2, the shares issued by the Transferee Company 2 will be kept in a suspense account, and will be credited to the demat account(s) of the respective shareholders, as and when such details are received.

24. The Scheme is conditional upon and subject to the satisfaction or waiver of following–

8. SCHEME CONDITIONAL ON APPROVALS/SANCTIONS

The Scheme is conditional on and subject to satisfaction or waiver of following-
8.1. The Scheme being agreed to by the requisite majorities of the shareholders of the respective Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies, at meetings to be convened and held, in accordance with the provisions of Sections 230 to 232 of the Act, and other applicable provisions, and the applicable SEBI regulations with respect to the Transferor Company 3 and Transferee Company 2.
Transferor Company 3 and Transferee Company 2 shall comply with the provisions of SEBI Master Circular on Schemes of Listed Companies, while, inter alia, procuring the approval of its respective public shareholders and shall provide for voting by such public shareholders in accordance with Applicable Laws.

8.2. The Scheme being sanctioned by the Bench(es) of the NCLT having jurisdiction over the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies;

8.3. The filing with the Registrar of Companies having jurisdiction over the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies, of certified copies of the order sanctioning the Scheme.

8.4. The requisite consent, approval or permission from the necessary and concerned Government Authorities, including but not limited to, the Competition Commission of India, the IRDAI to the extent required under the IRDAI Regulations, Reserve Bank of India, the concerned Stock Exchanges and/or SEBI, which by law or otherwise may be necessary for the implementation of this Scheme

Note: The aforesaid are the extracts of the salient features of the Scheme. The Secured Creditors are requested to read the entire text of the Scheme annexed hereto to get fully acquainted with the provisions thereof.

Disclosures under Rule 6 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016

25. The Transferor Company 1 holds 20% of the shareholding in the Transferee Company 1/Transferor Company 2 and 9.47% of the shareholding in SFVPL. SFVPL holds 70.56% of the shareholding in Transferee Company 1/Transferor Company 2. Transferee Company 1/Transferor Company 2 holds 26.04% of the shareholding and 33.58% as on March 31, 2022 of the shareholding in Transferee Company 2 and Transferor Company 3 respectively. The Transferor Company 2 holds 74.56% of the shareholding and 76.63% of the shareholding in Resulting Company 1 and Resulting Company 2 respectively. The Transferor Company 2 further holds 100% of the shareholding in Resulting Company 3.
26. The Accounting treatment as proposed in the Scheme is in conformity with the accounting standards prescribed under Section 133 of the Act.

27. Under the Scheme, no compromise is sought to be entered into between the Transferor Company 3 and its Secured Creditors. No rights of the Secured Creditors of the Transferor Company 3 are being affected pursuant to the amalgamation of the Transferor Company 3 with the Transferee Company 2.

28. In respect of the Scheme, no compromise is sought to be entered into between the Transferor Company 3 and its secured creditors and no liabilities of the secured creditors of the Transferor Company 3 are being reduced or being extinguished under the Scheme. Under the Scheme, no compromise is sought to be entered into between the Transferor Company 3 and its Debenture Holders. The Listed Non-Convertible Debentures ("NCDs") issued by the Transferor Company 3, shall stand cancelled and in lieu of the cancellation of such Listed NCDs, the Transferee Company 2 will issue to each of the holders of the Listed NCDs, such number of fresh Non-Convertible debentures equal to the number of Listed NCDs held in Transferor Company 3 on the same terms and conditions, applicable to the Listed NCDs, as far as practicable.

29. The rights of the employees of the Transferor Company 3 are in no way affected by the Scheme. The employees engaged by the Transferor Company 3 shall continue their employment with the Transferee Company 2 in terms of the Scheme and the Transferee Company 2 shall continue making contribution to the Provident Fund, Gratuity, Pension, Superannuation Fund or any other special funds that are applicable to the employees.

30. Since the proposed Scheme does not involve any compromise or arrangement with the creditors, Debenture Holders or Debenture Trustees of the Transferor Company 3, the rights of the creditors, Debenture Holders or Debenture Trustees of the Transferor Company 3 shall not be affected by the Scheme. The creditors will be paid off in the ordinary course of business and when their dues are payable. There is no likelihood that the secured creditors would be prejudiced in any manner if the Scheme is sanctioned.

31. The Scheme does not affect the material interests of any of the directors, KMPs, promoters, non-promoter members, depositors, secured creditors, Debenture Holders, Deposit Trustees and Debenture Trustees, or employees of the Company.

32. In compliance with the provisions of Section 232(2)(c) of the Act, the Board of Directors of the Transferor Company 3 considered the effect of the Scheme on equity shareholders, key managerial personnel, promoter and non-promoter shareholders amongst others. Copy of the report approved by the Board of Directors of the Transferor Company 3 in this regard is enclosed as **Annexure B**.

33. No investigation proceedings have been instituted or are pending in relation to the Companies under Sections 210 to 229 of Chapter XIV of the Act or under the corresponding provisions of the Act of 1956. Further, no proceedings are pending under the Act or under the corresponding provisions of the Act of 1956 against any of the Companies.

34. No winding up proceedings have been filed or are pending against the Companies under the Act or the corresponding provisions of the Act of 1956.

35. The Board of Directors of the Transferor Company 3 has approved the Composite Scheme between Arrangement and Amalgamation of Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited & Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union

Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investment Holdings Limited and their respective shareholders. The said companies including the Transferor Company 3 had filed separate applications before NCLT, seeking necessary directions, being CA (CAA) No. 38 of 2022, CA (CAA) No. 37 of 2022 and CA (CAA) No. 40 of 2022 filed by SFVPL, Transferor Company 1 and the Transferee Company 1, respectively and CA (CAA) No. 39 of 2022, CA (CAA) No. 5 of 2022 and CA (CAA) No. 8 of 2022 filed by the Resulting Company 1, 2 and 3 respectively and CA (CAA) No. 7 of 2022 and CA (CAA) No. 36 of 2022 filed by the Transferee Company 2 and Transferor Company 3 respectively. NCLT vide its Order, has issued necessary directions for convening/dispensing with the meetings in respect of the aforesaid companies. A copy of the order of the NCLT is enclosed as **Annexure F.**

36. The copy of the proposed Scheme has been filed by the Companies before the concerned Registrar of Companies on May, 13, 2022.
37. The Copy of the Annual Report and Balance Sheet of the Transferor Company 3 for the year ended March 31, 2021; Limited Review accounts of the Transferor Company 3 for the period ended on September 30, 2021 are available for inspection.

38. Copy of the Supplementary Accounting Statement – Audited Financial Results of the Transferor Company 3 for the year ended March 31, 2022 is enclosed as **Annexure G.**

39. Pursuant to the requirement of Regulation 37 of Listing Regulations as amended read with Circular No. SEBI/HO/CFD/DIL2/CIR /P/2021/ 0000000659 dated November 18, 2021and read with Master Circular No. SEBI/HO/CFD/DIL1/CIR/P/2021/ 0000000665 dated November 23, 2021 issued by SEBI, the Transferor Company 3 had approached Secured Creditors and the Debenture Trustee(s) for obtaining their No Objection to the Scheme. The debenture trustees representing the secured debentures conducted E-voting for obtaining consent /no objection to the Scheme from the Debenture holders. The Debenture Trustee(s) conveyed their No Objection to the Scheme on behalf of debenture holders. The majority of the other Secured Creditors viz. banks and institutions also conveyed their No objection to the Scheme.

40. The names and addresses of the promoters of the Transferor Company 3 including their shareholding in the Companies as on March 31, 2022 are as under

Name of the promoter – Shriram Capital Limited
Address of the promoter - Shriram House, No.4, Burkit Road, T.Nagar, Chennai – 600 017

Details of Promoter holding in the Company as on March 31, 2022

Sl No.	Name of the Promoter	Total No of Equity Shares	No of shares in demat form	Total shareholding as % of total no of equity shares	No of shares pledged	% of shares pledged with respect to shares owned
1.	Shriram Capital Limited	2,23,71,594	2,23,71,594	33.58	0	0
	Total	**2,23,71,594**	**2,23,71,594**	**33.58**	**0**	**0**

41. The names and addresses of the promoters of the Transferor Company 1, Transferor Company 2, Transferee Company 2 are provided under **Schedule I** to this Notice.

Transferor Company 1 (Shrilekha Business Consultancy Private Limited)

Name of the promoter – Shriram Ownership Trust
Address of the promoter - No.4, Shriram House Burkit Road, T. Nagar, Chennai-600017

Transferor Company 2 (Shriram Capital Limited)

SL. No.	Name of the promoter	Address of the promoter
1.	Shriram Financial Ventures (Chennai) Private Limited	No.4, Shriram House Burkit Road, T Nagar, Chennai - 600017
2.	Shriram Ownership Trust	

Transferee Company 2 (Shriram Transport Finance Company Limited)

Sr. No.	**Name**	**Address**
1	Shriram Capital Limited - Promoter	Shriram House, No.4 Burkit Road, T. Nagar, Chennai - 600017
2	Shriram Value Services Limited - Promoter Group	Shriram House, No.4 Burkit Road, T. Nagar, Chennai - 600017
3	Shriram Ownership Trust – Promoter Group (#)	Shriram House, No.4 Burkit Road, T. Nagar, Chennai – 600017
(#) Shriram Ownership Trust (Promoter Group) is holding 56,906 Equity Shares of the Company. The shares are held in the name of Trustees viz., Mr. R Thyagarajan and Mr. D V Ravi.		

42. The details of the directors of the Transferor Company 3 as on March 31, 2022, and their addresses are as follows:

Name, Designation and DIN	**Address**
Debendranath Sarangi *Designation*: Chairperson, Non-Executive and Independent Director *DIN*: 01408349	14 West Mada Street, Srinagar Colony, Saidapet, Chennai - 600 015
Yalamati Srinivasa Chakravarti *Designation*: Managing Director & Chief Executive Officer *DIN*: 00052308	Plot No.302 Heritage Banjara Apartment Road No.3, Panchavati Society, Banjara hills, Hyderabad Telangana India 500034

Diwakar B Gandhi *Designation*: Non-Executive and Independent Director *DIN*: 00298276	F-217A, W5D4, Sainik Farms, New Delhi – 110 062
Duruvasan Ramachandra *Designation*: Non-Executive and Non-independent Director *DIN*: 00223052	H No 1-66/1, Villa No. 5, CEO Enclave, Gachibowli, Hyderabad – 500 032
Ignatius Michael Viljoen *Designation*: Non-Executive, Non-Independent Director *DIN*: 08452443	419, Highland Road, Johannesburg, 2094, South Africa
Maya S. Sinha *Designation*: Non-Executive, Independent Director *DIN*: 03056226	11, 3rd Floor, Vipul Building, 28 B G Kher Marg, Malabar Hill, Mumbai 400 006
Shashank Singh *Designation:* Non-Executive, Non-Independent Director *DIN*: 02826978	7A, Manek, 7th Floor, 11, L D Ruparel Marg, Malabar Hill, Mumbai 400 006
Venkataraman Murali *Designation:* Non-Executive, Independent Director *DIN*: 00730218	Commander's Court, CCC 034, C Block, Flat 034, 49, Ethiraj Salai, Egmore, Chennai 600 008
Umesh Govind Revankar *Designation: :* Non-Executive, Non-Independent Director *DIN:* 00141189*	1001, Simran CHS Ltd, Plot No. 9 15th Road, Khar (West) Near Gabana HDFC Bank, Mumbai – 400 052

*Sri Umesh Govind Revankar was appointed as an Additional director with effect from December 14, 2021, subject to approval of shareholders in the 36th Annual General Meeting scheduled to be held on July 22, 2022.

43. The details of the directors of the Transferor Company 1, Transferor Company 2, and Transferee Company 2, are set out in **Schedule II** to this Notice.

Transferor Company 1 (Shrilekha Business Consultancy Private Limited)

Name, Designation and DIN	Address
Srinivasan Natarajan Designation: Director DIN: 00155988	New No.7, Old No.4, Crescent Avenue, Kesava Perumal Puram, R A Puram, Chennai 600028
Ravi Devaki Venkataraman Designation: Director DIN: 00171603	B3E, Regal Palm Gardens, Cee Dee Yes Apartments, Velachery Tambaram Road, Velachery, Chennai, 600042,

Rupen Mukesh Jhaveri Designation: Director DIN: 01820858	Flat No.1701, Carmichael Residences, 21, Carmichael Road, Cumballa Hill, Mumbai 400026

Transferor Company 2 (Shriram Capital Limited)

Name, Designation and DIN	Address
Dr. Kodumudi Pranatharthiharan Krishnan *Designation*: Chairman *DIN*: 01099097	L-3, Ground Floor, Hauz Khas Enclave, New Delhi 110 016
Mr. Ravi Devaki Venkataraman *Designation*: Managing Director *DIN*: 00171603	B3E, Regal Palm Gardens, Cee Dee Yes Apartments, Velachery Tambaram Road, Velachery, Chennai, 600042,
Mr. Duruvasan Ramachandra *Designation*: Whole time Director *DIN*: 00223052	1-66/1,Villa No.5 Ramky Ceo Enclave, Gachibowli, K.V. Rangareddy Telangana 500032
Mr. Lakshminarayanan *Designation*: Independent Director *DIN*: 00580679	8, Royal Enclave Besant Avenue Road, Adyar, Chennai, 600020, Tamil Nadu, India
Mr. Thirumangalam Kuppuswamy Gowrishankar *Designation*: Independent Director *DIN*: 00847357	Apartment F3, Shubham Enclave, 52/53, First Main Road, R A Puram, Chennai, 600028,
Ms. Akhila Srinivasan *Designation*: Director *DIN*: 01193566	No.5, Old No.3, Appa Kannu Street, Royapettah, Chennai 600014
Mr. Heinie Carl Werth *Designation*: Nominee Director *DIN*: 00596671	48 Japonica Street Welgedacht Bellville 7530 South Africa
Mr. Jasmit Singh Gujral *Designation: Director* *DIN:* 00196707	S-12, Hanuman Nagar, Sirsi Road, Jaipur, 302021, Rajasthan, India
Mr. Puneet Bhatia *Designation: Nominee Director* *DIN:* 00143973	House No.525a, Magnolias Apartment, DLF Golf, Course, DLF Phase-V, Galleria Dl, Guargaon 122 009
Mr. Rupen Mukesh Jhaveri *Designation: Nominee Director* *DIN:* 01820858	Flat No.1701, Carmichael Residences, 21, Carmichael Road, Cumballa Hill, Mumbai 400026
Mr. Stephanus Phillipus Mostert *Designation: Nominee Director* *DIN: 03524096*	31, Agapanthus Avenue, Welgedacht, Belville 7530 Za
Mr. Umesh Govind Revankar *Designation: Director* *DIN: 00141189*	1001, Simran, Chs Ltd, Plot No.9, 15th Road, Khar (West) Near Gabana Hdfc Bank, Mumbai 400 052

Transferee Company 2 (Shriram Transport Finance Company Limited)

Sr. No.	Name	Address
1	**Mr. S Lakshminarayanan** *Designation : Chairperson Non-Executive Independent Director* DIN: 02808698	33, Paschimi Marg, First Floor, Vasant Vihar, New Delhi – 110 057
2	**Mr. Umesh Revankar** *Designation : Chairman Non-Executive Independent Director* DIN: 00141189	1001, Simran CHS Ltd., Plot no. 9, 15th Road, Khar (West), Near Gabana HDFC Bank, Mumbai - 400052
3	**Mrs. Kishori Jayendra Udeshi** *Designation : Non-Executive Independent Director* DIN: 01344073	15, Sumit Apartment, 31, Carmichael Road, Mumbai – 400026
4	**Mr. Sridhar Srinivasan** *Designation : Non-Executive Independent Director* DIN: 00004272	D-905, Ashok Towers, Dr. S. S. Rao Road, Parel, Mumbai - 400012
5	**Mr. Pradeep Kumar Panja** *Designation : Non-Executive Independent Director* DIN: 03614568	'Bhaskara' 21, I Main Road, 4th Cross, Gaurav Nagar, JP Nagar 7th Phase, Bangalore 560 078
6	**Mr. D. V. Ravi** *Designation : Non-Executive Non - Independent Director* DIN:00171603	B3E, Regal Palm Gardens, CEE DEE YES Apartments, Velachery Tambaram Road, Velachery, Chennai- 600 042
7	**Mr. Ignatius Michael Viljoen** *Designation : Non-Executive Non - Independent Director* DIN: 08452443	419, Highland Road, Kensington, Johannesburg, 2094, South Africa

Sr. No.	Name	Address
8	**Mr. Y. S. Chakravarti** *Designation : Non-Executive Non - Independent Director* DIN: 00052308 (#)	Flat No 302, Banjara Heritage Apartments, Road No 3, Panchavati Society, Banjara Hills, Hyderabad - 500 034
9	**Mr. Parag Sharma** *Designation : Executive, whole-time director designated as Joint Managing Director and Chief Financial Officer* DIN: 02916744 ($)	Plot No.27, Flat No.B-1401, 14th Floor, Sector -11, Ellors Building, CBD Belapur, New Mumbai - 400614

(#) Mr. Y. S. Chakravarti was appointed as an Additional director with effect from December 13, 2021, subject to approval of shareholders in the 43rd Annual General Meeting scheduled to be held on June 23, 2022. ($) Mr. Parag Sharma, Joint Managing Director and Chief Financial Officer of the Company, has been appointed as an Additional Director and also as Whole-Time Director designated as Joint Managing Director and Chief Financial Officer with effect from December 13, 2021. His tenure of Whole-Time Directorship will be for a period of five years up to December 12, 2026, subject to approval of shareholders in the 43rd Annual General Meeting scheduled to be held on June 23, 2022.

44. The details of the shareholding of the Directors and the Key Managerial Personnel of the Transferor Company 3 as on March 31, 2022 are as follows:

Sr. No.	Name	Category	No. of Equity Shares	Percentage of Shareholding
1	Debendranath Sarangi DIN: 01408349	Chairperson Non-Executive Independent Director	Nil	Nil
2	Yalamati Srinivasa Chakravarti DIN: 00052308	Managing Director and Chief Executive Officer	Nil	Nil
3	Diwakar B Gandhi DIN: 00298276	Non-Executive Independent Director	Nil	Nil
4	Duruvasan Ramachandra DIN: 00223052	Non-Executive Non-Independent Director	Nil	Nil
5	Ignatius Michael Viljoen DIN: 08452443	Non-Executive Non - Independent Director	Nil	Nil
6	Maya S Sinha DIN:03056226	Non-Executive Independent Director	Nil	Nil
7	Shashank Singh DIN: 08452443	Non-Executive Non-Independent Director	Nil	Nil
8	Venkataraman Murali DIN: 00730218	Non-Executive Independent Director	Nil	Nil

Sr. No.	Name	Category	No. of Equity Shares	Percentage of Shareholding
9	Umesh Govind Revankar DIN : 00141189	Non-Executive Non - Independent Director	Nil	Nil
10.	R Chandrasekar	Chief Financial Officer	Nil	Nil
11.	C R Dash	Company Secretary	11,772	0.02%

45. The details of the shareholding of the Directors and Key Managerial Personnel of the Transferor Company 1, Transferor Company 2, and Transferee Company 2, are set out in **Schedule III** to this Notice.

Transferor Company 1 (Shrilekha Business Consultancy Private Limited)

Sr. No.	Name	Category	No. of Equity Shares	Percentage of Shareholding
1	Srinivasan Natarajan DIN: 00155988	Director	Nil	Nil
2	Ravi Devaki Venkataraman DIN: 00171603	Director	45	0.00%
3	Rupen Mukesh Jhaveri DIN: 01820858	Director	Nil	Nil

Transferor Company 2 (Shriram Capital Limited)

Sr. No.	Name	Category	No. of Equity Shares	Percentage of Shareholding
1	Dr. Kodumudi Pranatharthiharan Krishnan DIN: 01099097	Chairperson	Nil	Nil
2	Mr. Ravi Devaki Venkataraman DIN: 00171603	Managing Director	50	0.00%
3	Mr. Duruvasan Ramachandra DIN: 00223052	Whole time Director	Nil	Nil
4	Mr. Lakshminarayanan DIN: 00580679	Independent Director	Nil	Nil
5	Mr. Thirumangalam Kuppuswamy Gowrishankar DIN: 00847357	Independent Director	Nil	Nil
6	Ms. Akhila Srinivasan DIN: 01193566	Director	Nil	Nil
7	Mr. Heinie Carl Werth DIN: 00596671	Nominee Director	Nil	Nil
8	Mr. Jasmit Singh Gujral DIN: 00196707	Director	Nil	Nil
9	Mr. Puneet Bhatia DIN: 00143973	Nominee Director	Nil	Nil

10	Mr. Rupen Mukesh Jhaveri DIN: 01820858	Nominee Director	Nil	Nil
11	Mr. Stephanus Phillipus Mostert DIN: 03524096	Nominee Director	Nil	Nil
12	Mr. Umesh Govind Revankar DIN: 00141189	Director	Nil	Nil
13	Ms. Subhasri Sriram	Chief Financial Officer	Nil	Nil
14	Mr. Somasundaram Senthilnathan	Company Secretary	Nil	Nil

Transferee Company 2 (Shriram Transport Finance Company Limited)

Sr. No.	Name	Category	No. of Equity Shares	Percentage of Shareholding
1	Mr. S Lakshminarayanan DIN: 02808698	Chairman Non-Executive Independent Director	Nil	Nil
2	Mr. Umesh Revankar DIN: 00141189	Executive, Vice Chairman and Managing Director	Nil	Nil
3	Mrs. Kishori Jayendra Udeshi DIN: 01344073	Non-Executive Independent Director	Nil	Nil
4	Mr. Sridhar Srinivasan DIN: 00004272	Non-Executive Independent Director	Nil	Nil
5	Mr. Pradeep Kumar Panja DIN: 03614568	Non-Executive Independent Director	Nil	Nil
6	Mr. D. V. Ravi DIN:00171603	Non-Executive and Non-Independent Director	Nil	Nil
7	Mr. Ignatius Michael Viljoen DIN: 08452443	Non-Executive and Non-Independent Director	Nil	Nil
8	Mr. Y. S. Chakravarti DIN: 00052308	Non-Executive and Non-Independent Director	Nil	Nil
9	Mr. Parag Sharma DIN: 02916744	Executive, whole-time director designated as Joint Managing Director and Chief Financial Officer	46,628	0.02%
10	Mr. Vivek Achwal	Company Secretary	Nil	Nil
11	Mr. S. Sunder	Joint Managing Director	114	0.00%
12	Mr. P. Sridharan	Joint Managing Director	2	0.00%
13	Mr. Sudarshan Holla	Joint Managing Director	569	0.00%
14	Mr. Nilesh Odedara	Joint Managing Director	Nil	Nil
15	Mr. U. Balasundara Rao	Chief Information Officer	399	0.00%
16	Mr. Hardeep Singh Tur	Chief Risk Officer	Nil	Nil

46. The pre-Scheme shareholding pattern of the Transferor Company 3 as on March 31, 2022 and the post-Scheme shareholding pattern of the Transferee Company 2, and the pre-Scheme shareholding pattern of the Transferor Company 1, Transferor Company 2 and Transferee Company 2 are as set out herein under:

The pre- Scheme shareholding pattern of the Transferor Company 3 as on March 31, 2022 is as under:

General information about company	
Scrip code	532498
NSE Symbol	SHRIRAMCIT
MSEI Symbol	NOTLISTED
ISIN	INE722A01011
Name of the company	Shriram City Union Finance Limited
Whether company is SME	No
Class of Security	Equity Shares
Type of report	Quarterly
Quarter Ended / Half year ended/Date of Report (For Prelisting / Allotment)	31-03-2022
Date of allotment / extinguishment (in case Capital Restructuring selected) / Listing Date	
Shareholding pattern filed under	Regulation 31 (1) (b)
Whether the listed entity is Public Sector Undertaking (PSU)?	No

Sr. No.	Particular	Yes/No	Promoter and Promoter Group	Public shareholder	Non Promoter- Non Public
1	Whether the Listed Entity has issued any partly paid up shares?	No	No	No	No
2	Whether the Listed Entity has issued any Convertible Securities ?	No	No	No	No
3	Whether the Listed Entity has issued any Warrants ?	No	No	No	No
4	Whether the Listed Entity has any shares against which depository receipts are issued?	No	No	No	No
5	Whether the Listed Entity has any shares in locked-in?	No	No	No	No
6	Whether any shares held by promoters are pledge or otherwise encumbered?	No	No		
7	Whether company has equity shares with differential voting rights?	No	No	No	No
8	Whether the listed entity has any significant beneficial owner?	No			

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(A)	**Promoter and Promoter Group**		
(1)	**Indian**		
(a)	Individuals/Hindu undivided Family	0	0.00
(b)	Central Government/ State Government(s)	0	0.00
(c)	Financial Institutions/ Banks	0	0.00
(d)	Any Other (specify)	23061083	34.61
	Sub-Total (A)(1)	**23061083**	**34.61**
(2)	**Foreign**		
(a)	Individuals (Non Resident Individuals/ Foreign Individuals)	0	0.00
(b)	Government	0	0.00
(c)	Institutions	0	0.00
(d)	Foreign Portfolio Investor	0	0.00
(e)	Any Other (specify)	0	0.00
	Sub-Total (A)(2)	0	0.00
	Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	**23061083**	**34.61**
B			
(1)	**Institutions**		
(a)	Mutual Funds	2672735	4.01
(b)	Venture Capital Funds	0	0.00
(c)	Alternate Investment Funds	100	0.00
(d)	Foreign Venture Capital Investors	0	0.00
(e)	Foreign Portfolio Investors	18760898	28.16
(f)	Financial Institutions/ Banks	1675	0.00
(g)	Insurance Companies	0	0
(h)	Provident Funds/ Pension Funds	0	0
(i)	Any Other (specify)	0	0
	Sub-Total (B)(1)	21435408	32.17
(2)	**Central Government/ State Government(s)/ President of India**	0	0.00
	Sub-Total (B)(2)	0	0
(3)	**Non-institutions**		

(a(i))	Individuals - i. Individual shareholders holding nominal share capital up to Rs. 2 lakhs.	1722004	2.58
(a(ii))	Individuals - ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.	146472	0.22
(b)	NBFCs registered with RBI	22855	0.03
(c)	Employee Trusts	0	0.00
(d)	Overseas Depositories (holding DRs) (balancing figure)	0	0.00
(e)	Any Other (specify)	0	0.00
	IEPF	60360	0.10
	Unclaimed or Suspense or Escrow Account	475	0.00
	Non-Resident Indian (NRI)	66863	0.10
	Trusts	22	0.00
	Clearing Members	7629	0.01
	Bodies Corporate	6673406	10.02
	Others Corporate Body foreign	13430385	20.16
	LLP	1054	0.00
	Sub-Total (B)(3)	22131525	33.22
	Total Public Shareholding (B)=(B)(1)+(B)(2)+(B)(3)	**43566933**	**65.39**
C	**Statement showing shareholding pattern of the Non Promoter- Non Public shareholder**		
(1)	Custodian/DR Holder - Name of DR Holders (If Available)	0	0.00
(2)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0.00
	Total Non-Promoter- Non Public Shareholding (C)= (C)(1)+(C)(2)	**0**	**0**
	Total (A+B+C)	**66628016**	**100.00**

The pre- Scheme shareholding pattern of the Transferee Company 2 as on March 31, 2022 is as under:

General information about Transferee Company 2	
Scrip code	511218
NSE Symbol	SRTRANSFIN
MSEI Symbol	NOTLISTED

ISIN	INE721A01013
Name of the company	SHRIRAM TRANSPORT FINANCE COMPANY LIMITED
Whether company is SME	No
Class of Security	Equity Shares
Type of report	Quarterly
Quarter Ended / Half year ended/Date of Report (For Prelisting / Allotment)	31-03-2022
Date of allotment / extinguishment (in case Capital Restructuring selected) / Listing Date	
Shareholding pattern filed under	Regulation 31 (1) (b)
Whether the listed entity is Public Sector Undertaking (PSU)?	No

Sr. No.	Particular	Yes/No	Promoter and Promoter Group	Public shareholder	Non Promoter-Non Public
1	Whether the Listed Entity has issued any partly paid up shares?	No	No	No	No
2	Whether the Listed Entity has issued any Convertible Securities ?	No	No	No	No
3	Whether the Listed Entity has issued any Warrants ?	No	No	No	No
4	Whether the Listed Entity has any shares against which depository receipts are issued?	No	No	No	No
5	Whether the Listed Entity has any shares in locked-in?	No	No	No	No
6	Whether any shares held by promoters are pledge or otherwise encumbered?	No	No		
7	Whether company has equity shares with differential voting rights?	No	No	No	No
8	Whether the listed entity has any significant beneficial owner?	No			

Sr No	**Category of Shareholder**	**Total No. of Shares**	**As a percentage of total capital**
(A)	**Promoter and Promoter Group**		
(1)	**Indian**		
(a)	Individuals/Hindu undivided Family	0	0.00%
(b)	Central Government/ State Government(s)	0	0.00%
(c)	Financial Institutions/ Banks	0	0.00%

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(d)	Any Other (specify)	71550432	26.45%
	Sub-Total (A)(1)	**71550432**	**26.45%**
(2)	**Foreign**		
(a)	Individuals (Non Resident Individuals/ Foreign Individuals)	0	0.00%
(b)	Government	0	0.00%
(c)	Institutions	0	0.00%
(d)	Foreign Portfolio Investor	0	0.00%
(e)	Any Other (specify)	0	0.00%
	Sub-Total (A)(2)	0	0.00%
	Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	**71550432**	26.45%
B	**Public Shareholding**		
(1)	**Institutions**		
(a)	Mutual Funds	14337965	5.30%
(b)	Venture Capital Funds	0	0.00%
(c)	Alternate Investment Funds	475600	0.18%
(d)	Foreign Venture Capital Investors	0	0.00%
(e)	Foreign Portfolio Investors	145746541	53.88%
(f)	Financial Institutions/ Banks	584113	0.22%
(g)	Insurance Companies	22335894	8.26%
(h)	Provident Funds/ Pension Funds	115855	0.04%
(i)	Any Other (specify)	0	0.00%
	Sub-Total (B)(1)	183595968	67.87%
(2)	**Central Government/ State Government(s)/ President of India**	0	0.00%
	Sub-Total (B)(2)	0	0.00%
(3)	**Non-institutions**		
(a(i))	Individuals - i.Individual shareholders holding nominal share capital up to Rs. 2 lakhs.	11597981	4.29%
(a(ii))	Individuals - ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.	1164110	0.43%
(b)	NBFCs registered with RBI	1609	0.00%
(c)	Employee Trusts	0	0.00%
(d)	Overseas Depositories (holding DRs) (balancing figure)	0	0.00%
(e)	Any Other (specify)		
	IEPF	1058497	0.39%
	Unclaimed or Suspense or Escrow Account	60919	0.02%

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
	Non-Resident Indian (NRI)	348034	0.13%
	Trusts	276119	0.10%
	Clearing Members	310735	0.11%
	Bodies Corporate	526564	0.19%
	Others	19092	0.01%
	LLP	9653	0.00%
	Sub-Total (B)(3)	15373313	5.68%
	Total Public Shareholding (B)=(B)(1)+(B)(2)+(B)(3)	**198969281**	73.55%
C	**Statement showing shareholding pattern of the Non Promoter- Non Public shareholder**		
(1)	Custodian/DR Holder - Name of DR Holders (If Available)	0	0.00%
(2)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0.00%
	Total Non-Promoter- Non Public Shareholding (C)= (C)(1)+(C)(2)	**0**	0.00%
	Total (A+B+C)	**270519713**	100.00%

The pre- Scheme shareholding pattern of the Transferor Company 2 as on March 31, 2022 is as under:

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(A)	**Promoter and Promoter Group**		
(1)	**Indian**	0	0.00
(a)	Individuals/Hindu undivided Family	0	0.00
(b)	Central Government/ State Government(s)	0	0.00
(c)	Financial Institutions/ Banks	0	0.00
(d)	Any Other (specify) Corporate Bodies and Trust	758119531	70.56
	Sub-Total (A)(1)	**758119531**	**70.56**
(2)	**Foreign**		
(a)	Individuals (Non Resident Individuals/ Foreign Individuals)	0	0.00
(b)	Government	0	0.00
(c)	Institutions	0	0.00
(d)	Foreign Portfolio Investor	0	0.00
(e)	Any Other (specify)	0	0.00
	Sub-Total (A)(2)	0	0.00

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
	Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	**758119531**	**70.56**
(B)	**Public Shareholding**		
(1)	**Institutions**	0	0.00
(a)	Mutual Funds	0	0.00
(b)	Venture Capital Funds	0	0.00
(c)	Alternate Investment Funds	0	0.00
(d)	Foreign Venture Capital Investors	0	0.00
(e)	Foreign Portfolio Investors	0	0.00
(f)	Financial Institutions/ Banks	0	0.00
(g)	Insurance Companies	0	0.00
(h)	Provident Funds/ Pension Funds	0	0.00
(i)	Any Other (specify) OCB's	101380344	9.44
	Sub-Total (B)(1)	101380344	9.44
(2)	**Central Government/ State Government(s)/ President of India**	0	0.00
	Sub-Total (B)(2)	0	0.00
(3)	**Non-institutions**		
(a(i))	Individuals -	250	0.00
	i. Individual shareholders holding nominal share capital up to Rs. 2 lakhs.		
(a(ii))	Individuals -	0	0.00
	ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.		
(b)	NBFCs registered with RBI	0	0.00
(c)	Employee Trusts	0	0.00
(d)	Overseas Depositories (holding DRs) (balancing figure)	0	0.00
(e)	Any Other (specify)	0	0.00
	IEPF	0	0.00
	Unclaimed or Suspense or Escrow Account	0	0.00
	Non-Resident Indian (NRI)	0	0.00
	Trusts	0	0.00
	Clearing Members	0	0.00
	Bodies Corporate	214913006	20.00
	Others	0	0.00

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
	LLP	0	0.00
	Sub-Total (B)(3)	214913256	20.00
	Total Public Shareholding (B)=(B)(1)+(B)(2)+(B)(3)	**316293600**	**29.44**
C	Statement showing shareholding pattern of the Non Promoter- Non Public shareholder		
(1)	Custodian/DR Holder - Name of DR Holders (If Available)	0	0.00
(2)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0.00
	Total Non-Promoter- Non Public Shareholding(C)= (C)(1)+(C)(2)	**0**	0.00
	Total (A+B+C)	**1074413131**	**100.00**

The pre- Scheme shareholding pattern of the Transferor Company 1 as on March 31, 2022 is as under:

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(A)	**Promoter and Promoter Group**		
(1)	**Indian**	0	0.00
(a)	Individuals/Hindu undivided Family	0	0.00
(b)	Central Government/ State Government(s)	0	0.00
(c)	Financial Institutions/ Banks	0	0.00
(d)	Any Other (specify) Trust	20800000	25.05
	Sub-Total (A)(1)	**20800000**	**25.05**
(2)	**Foreign**		
(a)	Individuals (Non Resident Individuals/ Foreign Individuals)	0	0.00
(b)	Government	0	0.00
(c)	Institutions	0	0.00
(d)	Foreign Portfolio Investor	0	0.00
(e)	Any Other (specify)	0	0.00
	Sub-Total (A)(2)	0	0.00
	Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	**20800000**	**25.05**
B	**Public Shareholding**		
(1)	**Institutions**	0	0.00

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(a)	Mutual Funds	0	0.00
(b)	Venture Capital Funds	0	0.00
(c)	Alternate Investment Funds	0	0.00
(d)	Foreign Venture Capital Investors	0	0.00
(e)	Foreign Portfolio Investors	0	0.00
(f)	Financial Institutions/ Banks	0	0.00
(g)	Insurance Companies	0	0.00
(h)	Provident Funds/ Pension Funds	0	0.00
(i)	Any Other (specify) OCB's	0	0.00
	Sub-Total (B)(1)	0	0.00
(2)	**Central Government/ State Government(s)/ President of India**	0	0.00
	Sub-Total (B)(2)	0	0.00
(3)	**Non-institutions**		
(a(i))	Individuals - i. Individual shareholders holding nominal share capital up to Rs. 2 lakhs.	225	0.00
(a(ii))	Individuals - ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.	0	0.00
(b)	NBFCs registered with RBI	0	0.00
(c)	Employee Trusts	0	0.00
(d)	Overseas Depositories (holding DRs) (balancing figure)	0	0.00
(e)	Any Other (specify)	0	0.00
	IEPF	0	0.00
	Unclaimed or Suspense or Escrow Account	0	0.00
	Non-Resident Indian (NRI)	0	0.00
	Trusts	0	0.00
	Clearing Members	0	0.00
	Bodies Corporate	62234605	74.95
	Others	0	0.00
	LLP	0	0.00

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
	Sub-Total (B)(3)	62234830	74.95
	Total Public Shareholding (B)=(B)(1)+(B)(2)+(B)(3)	**62234830**	**74.95**
C	**Statement showing shareholding pattern of the Non Promoter- Non Public shareholder**		
(1)	Custodian/DR Holder - Name of DR Holders (If Available)	0	0.00
(2)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0.00
	Total Non-Promoter- Non Public Shareholding (C)= (C)(1)+(C)(2)	**0**	0.00
	Total (A+B+C)	**83034830**	**100.00**

The Post-Scheme shareholding pattern of the Transferee Company 2 arrived at based on the shareholding of Transferee Company 2 as on March 31, 2022 is as under:

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(A)	**Promoter and Promoter Group**		
(1)	**Indian**		
(a)	Individuals/Hindu undivided Family	-	-
(b)	Central Government/ State Government(s)	-	-
(c)	Financial Institutions/ Banks	-	-
(d)	Any Other (specify)	7,63,53,960	20.43%
	Sub-Total (A)(1)	**7,63,53,960**	**20.43%**
(2)	**Foreign**		
(a)	Individuals (Non Resident Individuals/ Foreign Individuals)	-	-
(b)	Government	-	-
(c)	Institutions	-	-
(d)	Foreign Portfolio Investor	-	-
(e)	Any Other (specify)	-	-
	Sub-Total (A)(2)	-	-
	Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	**7,63,53,960**	**20.43%**
B			
(1)	Institutions		
(a)	Mutual Funds	1,84,80,704	4.94%
(b)	Venture Capital Funds	-	-
(c)	Alternate Investment Funds	4,75,755	0.13%

Sr No	Category of Shareholder	Total No. of Shares	As a percentage of total capital
(d)	Foreign Venture Capital Investors	-	-
(e)	Foreign Portfolio Investors	17,48,26,367	46.77%
(f)	Financial Institutions/ Banks	5,86,709	0.16%
(g)	Insurance Companies	2,23,35,894	5.98%
(h)	Provident Funds/ Pension Funds	1,15,855	0.03%
(i)	Any Other (specify)	-	-
	Sub-Total (B)(1)	**21,68,21,284**	**58.01%**
(2)	Central Government/ State Government(s)/ President of India	-	-
	Sub-Total (B)(2)	-	-
(3)	**Non-institutions**	-	-
(a)	Individuals - i. Individual shareholders holding nominal share capital up to Rs. 2 lakhs.	1,42,67,188	3.81%
	Individuals - ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.	13,91,142	0.37%
(b)	NBFCs registered with RBI	37,034	0.01%
(c)	Employee Trusts	-	-
(d)	Overseas Depositories (holding DRs) (balancing figure)	-	-
(e)	Any Other (specify)	-	-
	IEPF	11,52,055	0.31%
	Unclaimed or Suspense or Escrow Account	61,655	0.02%
	Non-Resident Indian (NRI)	4,51,672	0.12%
	Trusts	2,76,153	0.07%
	Clearing Members	3,22,560	0.09%
	Bodies Corporate	3,18,93,041	8.53%
	Foreign Institutional Investor	31,827	0.01%
	LLP	11,287	0.00%
	Overseas Bodies Corporate	3,07,22,276	8.22%
	Sub-Total (B)(3)	**8,06,17,890**	**21.56%**
	Total Public Shareholding (B)=(B)(1)+(B)(2)+(B)(3)	**29,74,39,174**	**79.57%**
C	**Statement showing shareholding pattern of the Non Promoter- Non Public shareholder**		
(1)	Custodian/DR Holder - Name of DR Holders (If Available)	0	0.00%
(2)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0.00%
	Total Non-Promoter- Non Public Shareholding (C)= (C)(1)+(C)(2)	0	0.00%
	Total (A+B+C)	**37,37,93,134**	**100.00%**

The capital structure of the Transferee Company 2 post sanctioning of the Scheme shall be as given hereunder:

Particulars	Number	Amount (Rs.)
a. Authorised		
Equity Shares of Rs. 10 each	297,55,00,000	2975,50,00,000
Preference Shares of Rs.100/- each	12,90,00,000	1290,00,00,000
b. Issued, Subscribed and, Fully Paid up Equity Shares		
Issued Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260
Subscribed Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260
Fully Paid up Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260

49. The further details pertaining to the Transferor Companies 1,2 and Transferee Company 2, in terms of Rule 6 of the Companies (Compromises, Arrangements and Amalgamation) Rules, 2016, are set out in **Schedule IV** to this Notice.
Transferor Company 1 (Shrilekha Business Consultancy Private Limited)

Sl No	Particulars	Details to be provided
1	Details of the order of the Tribunal directing the calling, convening and conducting of the meeting a) Date of the Order b) Date, Time and Venue of the Meeting	May 11, 2022 Equity shareholders – July 5, 2022 at 10 am By way of video conferencing
2	Corporate Identification Number (CIN) or Global Location Number (GLN) of the company	U74999TN2017PTC114086
3	Permanent Account Number (PAN)	AAYCS0021L
4	Name of the company	Shrilekha Business Consultancy Private Limited
5	Date of incorporation	09-01-2017
6	Type of the company (whether public or private or one-person company)	Private Limited
7	Registered office address and e-mail address;	Shriram House, No.4, Burkit Road, T Nagar, Chennai 600017 sect@shriram.com
8	Summary of main object as per the memorandum of association; and main business carried on by the company;	To engage in the business of holding strategic long term investments including holding of shares and securities of companies and other bodies corporate, and to analyse and evaluate new opportunities to scale up the operations and to source funds to meet the funding

		requirement of new opportunities either through temporary or long term sources of funds and to carry on such other allied activities, offer consultancy and related services, and such other business. .
9	Details of change of name, registered office and objects of the company during the last five years;	No change in name, registered office and objects of the Company during last five years
10	Name of the stock exchange (s) where securities of the company are listed, if applicable;	Not applicable
11	Details of the capital structure of the company including authorized, issued, subscribed and paid up share capital; and	Please refer **Annexure I** given below as on March 31, 2022
12	Name of the promoters and directors along with their addresses.	Please refer schedule I and II provided above.
13	The date of the Board meeting at which the scheme was approved by the Board of directors including the name of the directors who voted in favour of the resolution, who voted against the resolution and who did not vote/ participate on such resolution;	December 13, 2021. All the directors voted in favour of the resolution
14	Investigation or proceedings, if any, pending against the company under the Act.	No investigation or proceeding are pending against the Company under the Act
15	Details of approvals, sanctions or no-objection(s), if any, form regulatory or any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.	Please refer **Annexure II**
16	The details of the shareholding of the Directors and Key Managerial Personnel	Please refer **Schedule III**

Annexure I

Details of Authorised, Issued, Subscribed and paid up as on 31.03.2022.

Particulars	As at 31.03.2022	
	Number	Amount
a. Authorised		
Equity Shares of Rs. 1 each	100,000,000	100,000,000
b. Issued		
Equity Shares of Rs. 1 each	83,034,830	83,034,830
c. Subscribed and Paid up		
Equity Shares of Rs. 1 each	83,034,830	83,034,830

Annexure II – Details of approvals, sanctions or no-objection(s), if any, from regulatory or any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.

1. Further, the Transferor Company 1 will notify the Competition Commission of India as required under Section 6(2) of the Competition Act, 2000 read with applicable Regulations.

2. The Companies or any of them would obtain such necessary approvals/sanctions/no objection(s) from the regulatory or other governmental authorities in respect of the Scheme in accordance with law, if so required.

3. Notice under Section 230(5) of the Companies Act, 2013 read with Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 will be given to the concerned authorities.

Transferor Company 2 (Shriram Capital Limited)

Sl No	Particulars	Details to be provided
1	Details of the order of the Tribunal directing the calling, convening and conducting of the meeting a) Date of the Order b) Date, Time and Venue of the Meeting	May 11, 2022 Equity shareholders – July 5, 2022 at 12 pm By way of video conferencing
2	Corporate Identification Number (CIN) or Global Location Number (GLN) of the company	U65993TN1974PLC006588
3	Permanent Account Number (PAN)	AABCS2726B
4	Name of the company	Shriram Capital Limited
5	Date of incorporation	05-04-1974
6	Type of the company (whether public or private or one-person company)	Public Limited company
7	Registered office address and e-mail address;	Shriram House, No.4, Burkit Road, T Nagar, Chennai 600017 sect@shriram.com
8	Summary of main object as per the memorandum of association; and main business carried on by the company;	1. To engage in the business of investment promotion including facilitating Strategic Investor/ Private Equity investor / third parties to invest in the promoted entities, to form, promote any Company or Companies, whether Indian or foreign, having amongst its or their objects the acquisition of all or any of the assets or control or development of the Company, which could or might directly or indirectly

		assist the Company in the management of its business or the development of its properties and to pay all or any of the costs and expenses in connection with any such promotion or incorporation and to remunerate any person or Company in any matter it shall think fit for services rendered or to be rendered in obtaining subscriptions for or guaranteeing the subscription of or placing of any shares in the capital of the Company or any bonds, debentures, obligations or securities of the Company . 2. To carry on the business of investments by subscribing for purchase or otherwise acquire and hold, sell, dispose and deal in shares, stocks, debentures, debenture stocks and any other money market instruments or securities of any Company, mutual fund or of any authority, state, municipal, local or otherwise. 3. To carry on the business of Portfolio managers in syndicates in software and in shares, debentures, stocks or any other money market instruments. 4. To lend money on security on movable or immovable properties or any nature or without security and to negotiate loans.
9	Details of change of name, registered office and objects of the company during the last five years;	No change in name, registered office and objects of the Company during last five years
10	Name of the stock exchange (s) where securities of the company are listed, if applicable;	Not Applicable
11	Details of the capital structure of the company including authorized, issued, subscribed and paid up share capital; and	Please refer **Annexure II** given below as on March 31, 2022
12	Name of the promoters and directors along with their addresses.	Please refer schedule I and II provided above.
13	The date of the Board meeting at which the scheme was approved by the Board of directors including the name of the directors who voted in favour of the resolution, who voted against the resolution and who did not vote/ participate on such resolution;	December 13, 2021. All the directors voted in favour of the resolution
14	Investigation or proceedings, if any, pending against the company under the Act.	No investigation or proceeding are pending against the Company under the Act
15	Details of approvals, sanctions or no-objection(s), if any, form regulatory or	Please refer **Annexure III**

	any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.	
16	The details of the shareholding of the Directors and Key Managerial Personnel	Please refer **Schedule III**

Annexure II - Details of Authorized, Issued, Subscribed and paid up as on March 31, 2022.

Particulars	As at March 31, 2022	
	Number	**Amount**
a. Authorised		
Equity Shares of Rs. 1 each	28,000,000,000	28,000,000,000
Preference Shares of Rs. 100 each	100,000,000	10,000,000,000
b. Issued		
Equity Shares of Rs. 1 each	1,074,413,131	1,074,413,131
Preference Shares of Rs. 100 each	50,000,000	5,000,000,000
c. Subscribed and Paid up		
Equity Shares of Rs. 1 each	1,074,413,131	1,074,413,131
Preference Shares of Rs. 100 each	50,000,000	2,500,000,000*

*entire Preference shares redeemed on 12.5.2022

Annexure III – Details of approvals, sanctions or no-objection(s), if any, from regulatory or any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.

1. The Transferor Company 2 is in the business of investment promotion and registered as a Systemically Important Core Investment Company (CIC) with Reserve Bank of India having registration no. N-07-00791. The Transferor Company 2 has accordingly sought for the RBI's approval of the Scheme, vide a communication dated January 12, 2022.

2. Further, the Transferor Company 2 will notify the Competition Commission of India as required under Section 6(2) of the Competition Act, 2000 read with applicable Regulations.

3. The Companies or any of them would obtain such necessary approvals/sanctions/no objection(s) from the regulatory or other governmental authorities in respect of the Scheme in accordance with law, if so required.

4. Notice under Section 230(5) of the Companies Act, 2013 read with Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 will be given to the concerned authorities.

Transferee Company 2 (Shriram Transport Finance Company Limited)

Sl No	Particulars	Details to be provided
1	Details of the order of the Tribunal directing the calling, convening and conducting of the meeting a) Date of the Order b) Date, Time and Venue of the Meeting	(a) Date of the NCLT Order – May 11, 2022 (b) Date, Time and Venue of the Meeting Equity shareholders – July 4, 2022 at 10 am Secured Creditors – July 4, 2022 at 1 pm Unsecured Creditors – July 4, 2022 at 4 pm By way of video conferencing. The deemed venue for the aforesaid Meeting shall be the Registered Office address of the Transferee Company 2.
2	Corporate Identification Number (CIN) or Global Location Number (GLN) of the company	CIN – L65191TN1979PLC007874
3	Permanent Account Number (PAN)	AAACS7018R
4	Name of the company	Shriram Transport Finance Company Limited
5	Date of incorporation	June 30, 1979
6	Type of the company (whether public or private or one-person company)	Public Limited Company
7	Registered office address and e-mail address;	Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai – 600032. Email : secretarial@stfc.in.
8	Summary of main object as per the memorandum of association; and main business carried on by the company;	Please refer **Annexure I** given below
9	Details of change of name, registered office and objects of the company during the last five years;	There is no change in name and objects of the Transferee Company 2 during last five years. The registered office of the Transferee Company 2 was shifted to the Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai – 600032 with effect from August 19, 2020.
10	Name of the stock exchange (s) where securities of the company are listed, if applicable;	National Stock Exchange of India Limited and BSE Limited
11	Details of the capital structure of the company including authorized, issued, subscribed and paid up share capital; and	Please refer **Annexure II** given below
12	Name of the promoters and directors along with their addresses.	Please refer **Schedule I and II** given below.

Sl No	Particulars	Details to be provided
13	The date of the Board meeting at which the scheme was approved by the Board of directors including the name of the directors who voted in favour of the resolution, who voted against the resolution and who did not vote/ participate on such resolution;	On December 13, 2021, the Board of Directors of the Transferee Company 2 approved the Scheme. None of the directors voted against the Scheme and thus, the Scheme was approved unanimously by Mr. S. Lakshminarayanan (Chairman), Mr. Umesh Revankar, Mr. S. Sridhar, Mr. Pradeep Kumar Panja and Mr. Ignatius Michael Viljoen, who attended and voted at the meeting. Mrs. Kishori Udeshi and Mr. D. V. Ravi were not present at the Board Meeting.
14	Investigation or proceedings, if any, pending against the company under the Act.	No investigation or proceedings are pending against the Company under the Act.
15	Details of approvals, sanctions or no-objection(s), if any, form regulatory or any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.	Please refer **Annexure III** given below.
16	The details of the shareholding of the Directors and Key Managerial Personnel	Please refer Schedule III.

Annexure I – Main Objects as per the Memorandum of Association

The objects for which the Transferee Company 2 has been established are set out in its Memorandum of Association. The objects are set out under clause no. III of the Memorandum of Association of Transferee Company 2. Summary of main objects as per the Memorandum of Association and main objects carried out by Transferee Company 2 are as under.

a) To carry on and undertake business as Financiers and Capitalists, to finance operations of all kinds such as managing, purchasing, selling, hiring, letting on hire and dealing in all kinds of vehicles, motor cars, motor buses, motor lorries, scooters and all other vehicles.

b) To undertake and carry on all operations and transactions in regard to business of any kind in the same way as an individual capitalist may lawfully undertake and carry out and in particular, the financing Hire Purchase Contracts relating to vehicles of all kinds.

c) To carry on and undertake business as Financier and Capitalists to finance operations of all kinds such as managing, purchasing, selling, hiring, letting on hire and dealing in all kinds of property, movable or immovable goods, chattels, lands, bullion.

d) To undertake and carry on all operations and transactions in regard to business of any kind in the same manner as an individual capitalist may lawfully undertake and carryout and in particular financing hire purchase contracts relating to property or assets of any description either immovable or movable such as houses, lands, stocks, shares, Government Bonds.

e) To carry on and become engaged in financial, monetary and other business transactions that are usually and commonly carried on by Commercial Financing Houses, Shroffs, Credit Corporations, Merchants, Factory, Trade and General Financiers and Capitalists.

f) To lend, with or without security, deposit or advance money, securities and property to, or with, such persons and on such terms as may seem expedient.

g) To purchase or otherwise acquire all forms of immovable and movable property including Machinery, Equipment, Motor Vehicles, Buildings, Cinema Houses, Animals and all consumer and Industrial items and to lease or otherwise deal with them in any manner whatsoever including resale thereof, regardless of whether the property purchased, and leased new and/or used.

h) To provide a leasing advisory counselling service to other entities and/or form the leasing arm for other entities.

i) The Company shall either singly or in association with other Bodies Corporate act as Asset Management Company/Manager/Fund Manager in respect of any Scheme of Mutual Fund, whether Open-End Scheme or Closed-end Scheme, floated/to be floated by any Trust/Mutual Fund (whether offshore or on shore) / Company by providing management of Mutual Fund for both offshore and on shore Mutual Funds, Financial Services, Consultancy, exchange of research and analysis on commercial basis.

Constitute any trust and to subscribe and act as, and to undertake and carry on the office or offices and duties of trustees, custodian trustees, executors, administrators, liquidators, receivers, treasurers, attorneys, nominees and agents; and to manage the funds of all kinds of trusts and to render periodic advice on investments, finance, taxation and to invest these funds from time to time in various forms of investments including shares, term loans and debentures etc.

Carry on and undertake the business of portfolio investment and Management, for both individuals as well as large Corporate Bodies and/or such other bodies as approved by the Government, in Equity Shares, Preference Shares, Stock, Debentures (both convertible and non-convertible), Company deposits, bonds, units, loans, obligations and securities issued or guaranteed by Indian or Foreign Governments, States, Dominions, Sovereigns, Municipalities or Public Authorities and/ or any other Financial Instruments, and to provide a package of Investment/Merchant Banking Services by acting as Managers to Public Issue of securities, to act as underwriters, issue house and to carry on the business of Registrar to Public Issue/various investment schemes and to act as Brokers to Public Issue.

Without prejudice to the generality of the foregoing to acquire any share, stocks, debentures, debenture-stock, bonds, units of any Mutual Fund Scheme or any other statutory body including Unit Trust of India, obligations or securities by original subscription, and/or through markets both primary, secondary or otherwise participating in syndicates, tender, purchase, (through any stock exchange, OTC exchange or privately), exchange or otherwise and to subscribe for the same whether or not fully paid up, either conditionally or otherwise, to guarantee the subscription thereof and to exercise and to enforce all rights and powers conferred by or incidental to the ownership thereof and to advance deposit

or lend money against securities and properties to or with any company, body corporate, firms, person or association or without security and on such terms as may be determined from time to time.

To engage in Merchant Banking activities, Venture Capital, acquisitions, amalgamations and all related merchant banking activities including loan syndication.

Annexure II – The capital structure of the Transferee Company 2 post sanctioning of the Scheme shall be as given hereunder:

Particulars	**Number**	**Amount (Rs.)**
a. Authorised		
Equity Shares of Rs. 10 each	29755,00,000	2975,50,00,000
Preference Shares of Rs. 100 each	12,90,00,000	1290,00,00,000
b. Issued, Subscribed and, Fully Paid up Equity Shares		
Issued Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260
Subscribed Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260
Fully Paid up Equity Shares of Rs. 10 each	372,916,326	3,72,91,63,260

Annexure III – Details of approvals, sanctions or no-objection(s), if any, form regulatory or any other government authorities required, received or pending for the purpose scheme of compromise or arrangement.

1. The Transferee Company 2 has received observation letters regarding the Scheme from BSE and NSE, on March 15, 2022 and March 16, 2022 respectively. In terms of the observation letters of BSE and NSE dated March 15, 2022 and March 16, 2022, respectively, BSE and NSE, inter alia, conveyed their no adverse observations/no objection for filing the Scheme with the NCLT. .

2. The Transferee Company 2 is a Systematically Important Deposit Accepting Non-Banking Financial Company, within the meaning of the Reserve Bank of India [RBI], Master Directions – Non Banking Financial Company – Systematically Important Non-deposit taking Company and Deposit taking Company, 2016, as amended from time to time. The Transferee Company 2 has accordingly sought for the RBI's approval of the Scheme, vide a communication dated January 12, 2022.

3. Further, the Transferee Company 2 will notify the Competition Commission of India as required under Section 6(2) of the Competition Act, 2000 read with applicable Regulations.

4. The Companies or any of them would obtain such necessary approvals/sanctions/no objection(s) from the regulatory or other governmental authorities in respect of the Scheme in accordance with law, if so required.

5. The applications along with the annexures thereto (which includes the Scheme) were filed by the Companies with the NCLT, on January 27, 2022 and the NCLT has by the Order dated May 11, 2022 directed that a

meeting of the Equity Shareholders of the Transferee Company 2, be convened and held, and permitted the Transferee Company 2 to hold the same through VC

6. Notice under Section 230(5) of the Companies Act, 2013 read with Rule 8 of the Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 will be given to the concerned authorities

50. In the event that the Scheme is withdrawn in accordance with its terms, the Scheme shall stand revoked, cancelled and be of no effect and null and void.

51. Further, in accordance with SEBI Circular No. CFD/DIL3/CIR/2017/21 dated March 10, 2017 read with Part E of Schedule VI of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, the details regarding the Abridged Prospectus including the information pertaining to the unlisted companies that are the Transferor Companies getting amalgamated under the Scheme and the Certificate from M/s Saffron Capital Advisors Private Limited, a SEBI Registered Merchant Banker regarding the adequacy of disclosure in the said Abridged Prospectus have been provided and are attached hereto as **Annexure H**.

Inspection of Documents

52. The following documents will be open for inspection by the Equity Shareholders of the Transferor Company 3 at its registered office at 123, Angappa Naicken Street, Chennai – 600 001 between 10:00 A.M to 04:00 P.M. on all days (except Saturdays, Sundays and public holidays) upto the date of the meeting:

(1) Copy of the order passed by NCLT in CA(CAA) No. 36 of 2022, dated May 11, 2022 directing the Transferor Company 3 to, *inter alia*, convene the meetings of its equity shareholders, secured creditors and unsecured creditors;

(2) Copy of the Annual Report of the Transferor Company 3 for the financial year ended March 31, 2021;

(3) Copy of the Limited Review accounts of the Transferor Company 3 for the period ended September 30, 2021;

(4) Copy of the Supplementary Accounting Statement - Audited Financial Results of the Transferor Company 3, for the year ended March 31, 2022; Audited Financial Results of the Transferee Company 2 for the year ended March 31, 2022; Limited Review financial statements of the Transferor Company 1 and 2 for the period ended December 31, 2021.

(5) Joint Valuation Report dated December 13, 2021 issued by the Registered valuer i.e. M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., Chartered Accountants in respect of shares;
(6) Fairness Opinion on Valuation Report dated December 13, 2021 issued by M/s. JM Financial Limited to the Board of Directors of the Transferor Company 3;

(7) Report of the Statutory Auditor dated December 13, 2021 issued by M/s R Subramanian & Co. LLP and M/s Abarna and Ananthan certifying that the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 have been duly followed

(8) Copy of the Scheme

53. This statement may be treated as an Explanatory Statement under Sections 230(3) and 102 of the Act read with Rule 6 of the Rules. A copy of the Scheme, Explanatory Statement shall be furnished by the Transferor Company 3 to its Equity Shareholders free of charge, within one (1) day (except Saturdays, Sundays and public holidays) on a requisition being so made for the same by the equity shareholders of the Transferor Company 3.

54. After the Scheme is approved by the Equity Shareholders, Secured Creditors and Unsecured Creditors of the Transferor Company 3, it will be subject to all statutory and other approvals and the sanction by NCLT.

Sd/-
Y S Chakravari
Managing Director and Chief Executive Officer of the Company
DIN - 00052308

Dated at Chennai on this the 1st day of June, 2022

Registered office:
123, Angappa Naicken Street,
Chennai - 600001

Annexure

Annexure A

COMPOSITE SCHEME OF ARRANGEMENT AND AMALGAMATION

BETWEEN

SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED

AND

SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED

AND

SHRIRAM CAPITAL LIMITED

AND

SHRIRAM TRANSPORT FINANCE COMPANY LIMITED

AND

SHRIRAM CITY UNION FINANCE LIMITED

AND

SHRIRAM LI HOLDINGS PRIVATE LIMITED

AND

SHRIRAM GI HOLDINGS PRIVATE LIMITED

AND

SHRIRAM INVESTMENT HOLDINGS LIMITED

AND

THEIR RESPECTIVE SHAREHOLDERS

(UNDER SECTIONS 230 TO 232 READ WITH SECTION 52 AND OTHER APPLICABLE PROVISIONS OF THE COMPANIES ACT, 2013)

1) PREAMBLE

This Scheme (*as defined hereafter*) is presented under Sections 230 to 232, read with Section 52, and other applicable provisions of the Act (*as defined hereinafter*) for : (i) the amalgamation of Shrilekha Business Consultancy Private Limited ("**SBCPL**") with Shriram Capital Limited ("**SCL**"); (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited **("SIHL")**; (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited **("SLIH")**, and b) Shriram GI Holdings Private Limited **("SGIH")** respectively; (iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited ("**STFC**"); and (v) the amalgamation of Shriram City Union Finance Limited ("**SCUF**") with STFC.

The Scheme also involves, incidental and ancillary to the amalgamation and demerger set out in (i) to (v) above:

(a). The cancellation of the equity share capital of Shriram Financial Ventures (Chennai) Private Limited ("**SFVPL**") held by SBCPL as set out in Part III of the Scheme;

(b). The cancellation of the preference share capital (comprised of redeemable preference shares) of SCL held by the holders of redeemable preference shares of SCL and the issue of redeemable preference shares of SIHL to the said shareholders;

(c). The cancellation of the existing equity share capital held by SCL in SIHL, SLIH and SGIH;

and for matters consequential, supplemental, and/or otherwise integrally connected therewith.

2) DESCRIPTION OF THE COMPANIES

a. **SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED** (hereinafter referred to as **"Transferor Company 1" or "SBCPL"**), was incorporated on the 9th day of January, 2017, in the state of Tamil Nadu under the Companies Act, 2013. The Corporate Identity Number of SBCPL is U74999TN2017PTC114086. The Transferor Company 1 is engaged in the business of holding strategic long-term investments, evaluating new opportunities and sourcing funds to meet the funding requirement of such new opportunities and to offer consultancy and related services, and such other allied business activities. The registered office of SBCPL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai - 600017.

b. **SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED** (hereinafter referred to as **"SFVPL"**), was incorporated on the 28th day of February, 2011, in the state of Tamil Nadu under the Companies Act, 1956. The Corporate Identity Number of SFVPL

is U67190TN2011PTC079382. SFVPL is engaged in the business of holding long term strategic investments. The registered office of SFVPL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai – 600017.

c. **SHRIRAM CAPITAL LIMITED** (hereinafter referred to as **"Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL"** as the context may so require), was incorporated on the 5th April 1974, in the state of Tamil Nadu under the Companies Act, 1956 under the name and style of 'Shriram Chits and Investments Private Limited'. The name of the Company was subsequently changed to 'Shriram Financial Services Holding Limited' and then subsequently to Shriram Capital Limited on the 12th day of March, 2008. The Corporate Identity Number of SCL is U65993TN1974PLC006588. SCL is in the business of investment promotion and registered as a Systemically Important Core Investment Company (CIC) with Reserve Bank of India having registration no. N-07-00791. It is the promoter of thecompanies under its fold and focuses on tailoring strategies suited to the businesses carried on by these companies, facilitates investments from outside in them and in itself, infuses required capital and nurtures them to grow into developed business entities. The registered office of SCL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai - 600017.

SCL has investments in the following entities within the Shriram Group – (i) STFC inwhich SCL holds 26.04% shareholding as on 25th November, 2021 ; (ii) SCUF in which SCL holds 33.86% shareholding as on 30th September, 2021; (iii) Shriram Life Insurance Company Limited ("**SLIC**"), which is involved in the business of life insurance offering life insurance plans and solutions that cater to a wider demography, in which SCL holds 74.56% as on 30th September, 2021; (iv) Shriram General Insurance Company Limited ("**SGIC**"), which is involved in the business of General Insurance, offering a wide range of general insurance solutions including Motor, Travel, Home etc. in which SCL holds 76.63% as on 30th September, 2021; (v) Shriram Credit Company Limited ("**SCCL**") which is a Non Deposit Taking Non- Banking Financial Company registered under the RBI Act 1934, and is a wholly owned subsidiary of SCL, with SCL holding 99.99%.

SCL also has a number of wholly owned subsidiaries which include the following companies – (i) Shriram Value Services Limited (**"SVS"**), which is the company owning the brand and the logo of "Shriram" and is earning royalty income from Group companies for usage of the logo and the brand, (ii) Way2wealth Insurance Brokers Private Limited (**"Way2Wealth Insurance"**) which provides a range of risk coverage solutions for individuals, groups and corporates and is licensed bythe IRDAI as a direct insurance broker, operating in both - life and general insurance; (iii) Shriram Overseas Investments Private Limited (**"SOIPL"**), which is anon-deposit accepting Non-Banking Financial Company. SBCPL and SFVPL hold

20% and 70.56% of the paid-up equity share capital of SCL respectively. Further, SBCPL holds 9.47% of the paid-up equity share capital of SFVPL.

d. **SHRIRAM CITY UNION FINANCE LIMITED** (hereinafter referred to as the **"Transferor Company 3" or "SCUF"**), was incorporated on the 27th day of March, 1986, in the state of Tamil Nadu under the Companies Act, 1956. The Corporate Identity Number of SCUF is L65191TN1986PLC012840. The Transferor Company 3 is engaged in the business of lending and is a deposit-accepting Non-Banking Financial Company (NBFC) registered with the RBI bearing registration number 07- 00458, specializing in retail finance. The registered office of Shriram City Union Finance Limited is situated at 123, Angappa Naicken Street, Madras- 600001 Tamil Nadu. The equity shares and non-convertible debentures issued by SCUF are listed on the Stock Exchanges (*as defined hereinafter*).

e. **SHRIRAM TRANSPORT FINANCE COMPANY LIMITED** (hereinafter referred to as **"Transferee Company 2" or "STFC"**), was incorporated on the 30th day of June, 1979, under the Companies Act, 1956. The Corporate Identity Number of Shriram Transport Finance Company Limited is L65191TN1979PLC007874. The TransfereeCompany 2 is a deposit taking asset financing NBFC registered with the RBI bearingregistration number 07-00459, carrying on business in the area of transport finance, particularly commercial vehicles and has a niche presence in financing pre-owned trucks and small truck owners. The registered office of Shriram Transport Finance Company Limited is situated at Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai - 600032. The equity shares and non-convertible debentures issued by STFC are listed on the Stock Exchanges (*as defined hereinafter*).

f. **SHRIRAM LI HOLDINGS PRIVATE LIMITED** (hereinafter referred to as **"Resulting Company 1" or "SLIH"**), was originally incorporated on the 6th day of November, 2019 as 'Snottor Technology Services Private Limited', under the Companies Act, 2013. The name of the Company was subsequently changed to 'Shriram LI Holdings Private Limited' on the 26th day of November, 2021. The Corporate Identity Number of Shriram LI Holdings Private Limited is U72900TN2019PTC132421. The Resulting Company 1's main objective is to undertake investment business. The registered office of the Resulting Company 1 is situated at No.4, Burkit Road T Nagar, Chennai - 600017.

g. **SHRIRAM GI HOLDINGS PRIVATE LIMITED** (hereinafter referred to as **"Resulting Company 2" or "SGIH"**), was incorporated on the 25th day of September, 2019 as Oner Infotech Services Private Limited, under the Companies Act, 2013. The name of the Company was subsequently changed to 'Shriram GI Holdings Private Limited'on the 26th day of November, 2021. The Corporate Identity Number of Shriram GI Holdings Private

Limited is U72900TN2019PTC131795. The Resulting Company 2's main objective is to undertake investment business. The registered office of the Resulting Company 2 is situated at No.4, Burkit Road T Nagar, Chennai - 600017.

h. **SHRIRAM INVESTMENT HOLDINGS LIMITED** (hereinafter referred to as **"Resulting Company 3" or "SIHL"**), was incorporated on the 3rd day of April, 2009, under the Companies Act, 1956. The Corporate Identity Number of Shriram Investment Holdings Limited is U65923TN2009PLC071236. The Resulting Company 3's main objective is to undertake investments and provide financial services. The registered office of the Resulting Company 3 is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai – 600017.

3) OBJECTIVE AND PURPOSE OF THE SCHEME:

The Shriram Group is, *inter alia*, engaged in four different lines of businesses or verticals namely: (i) Financial Lending (ii) General Insurance (iii) Life Insurance and other (iv) Financial Services. One of the main objectives for which this Scheme is being undertaken is to re-organize the Group's businesses in order to enable focused growth strategies and capital infusion for each vertical. This is in consideration of the fact that each of these lines of businesses has significant potential for growth and profitability, but with different trajectories. Each line of business activity or vertical presents a unique set of promises and challenges, with the nature of risk and reward, significantly different from the others, with each such line of business capable of attracting different sets of investors or stakeholders. The various lines of business have, until the consideration of the proposal in the present Scheme been structured in a manner that involves the co-mingling of the different verticals to synergize operations. The Companies involved in the present Scheme, which are a part of the Group, including SBCPL in which Piramal Enterprises Limited **('PEL')** holds 74.95% and Shriram Ownership Trust **('SOT')** holds 25.05%, keeping in mind the changing nature of the businesses and the market for them, are of the view that each line of business or vertical requires its own specially tailored management focus, with different strategies, to account for the difference in the challenges posed, as also the unique needs of each line of business. Accordingly, the Companies involved in the Scheme are of the view that segregating each of the above lines of business activities or verticals as mentioned earlier, will enable greater and more concentrated focus on each such line of business or vertical, and ensure greater business attention both from an operational perspective, and in terms of targeting and attracting a specific profile of investors and stakeholders for each of them. Further, to simplify and rationalize the structure of holdings, the Companies are of the view that while segregating the lines of business, it would also be expedient to eliminate the need for multiple holding companies in each line of business, which would also result in a leaner and more efficient structure.

In the light of the objective and purpose of the present Scheme, it is proposed to undertake the actions mentioned herein:

(a) To simplify the holding structures and layers in the group of Companies forming part of the Scheme.

(b) To focus on evolving business strategies with a specialised approach needed for a particular line of business than in a conglomerated entity having multiple businesses.

(c) To facilitate further investment opportunities from strategic investors/financial investors depending on the particular business interests and risk appetite.

(d) To achieve restructuring for shareholders of the various companies, in a manner which will unlock value for them.

(e) The proposed scheme is expected to bring in intangible benefits that the Shriram Group has generated over decades, while at the same time enhancing the scale of operations and enabling better attention and focus to be given in an integrated manner to all the businesses so as to enable achievement of their full potential.

The proposed extensive restructuring exercise *via* the Scheme is expected to bring in following benefits:

(a) Attract investment opportunities from strategic investors/financial investors who have varied business interests and risk perceptions.

(b) Provide exit opportunities to investors.

(c) Facilitate to achieve the objective of expanding the business of mutual fund, wealth management etc., which has tremendous potential, taking advantage of the popularity of the Shriram brand and the extensive retail network available.

(d) Assist the Shriram Group in building a holistic digital strategy to cater to the customer needs of the entities in Shriram Group conglomerate and chalk out a digital transformation roadmap.

4) <u>RATIONALE OF THE SCHEME</u>

The reasons and rationale underlying the Scheme specific to each of the concerned companies, which would make it beneficial for all the companies involved, and their respective shareholders are as follows:

a. The Transferor Company 1 and the Transferee Company 1/Demerged Company/ Transferor Company 2 are both companies carrying on the business of making and holding investments in various specific lines of businesses carried on bythe Group, and have both

been incorporated with same/similar objects. The amalgamation of these two companies will achieve the purpose of simplifying the structure of holdings by amalgamating entities which are similar in their fields of operation and objectives, unlock value for their respective shareholders, and eliminate the need for multiple layers of entities with the same focus.

b. The proposed demerger and vesting of the three undertakings, namely (i) Life Insurance Undertaking; (ii) General Insurance Undertaking, and (iii) Financial Services Undertaking, into Resulting Companies 1, 2 and 3 respectively, from the Transferee Company 1/ Demerged Company/Transferor Company 2, will enable the segregation of these lines of businesses each of which have independent requirements, strategies, focus and objectives. The demerger and vesting of these independent lines of businesses and undertakings into separate Resulting Companies, will enable those Companies to carry on each of the specialized lines of business with greater focus, tailormade strategies for operations and growth; enable the attribution of appropriate risk and valuation based on the risk-return profiles of each line of business; provide greater visibility to each of these lines of business, and enable them to attract investments.

c. The merger of Transferee Company 1/Demerged Company/Transferor Company 2 with its remaining undertaking, with Transferee Company 2, will achieve the combination of the remaining line of business activities [i.e. other than the Life Insurance, General Insurance and Financial Services] of the Transferee Company 1/Demerged Company/ Transferor Company 2 with Transferee Company 2, which is a listed entity engaged in the business of financial lending. This will ensure that the companies forming part of the Group, which are focused on the business of lending are concentrated in a single large entity, which has the necessary means, presence and resources to achieve still larger scales in the business of lending, while reducing the presence of multiple entities across the Group, with an interest and presence in the same line of business.

d. The proposal in the Scheme to amalgamate the Transferor Company 3 with the Transferee Company 2, will also serve to be highly beneficial to all the stakeholders, by bringing together the capabilities and the presence of the Group in the categories of transport finance, and retail finance, and in the process create a larger financial lending entity with both these businesses combined, and the resulting benefits of scale and synergies of operation. This proposed merger will further consolidate the leadership position of Transferee Company 2 in the 'Commercial Vehicle' market. Following the proposed merger, and by virtue of the Transferor Company 3's extensive understanding of credit culture, the amalgamated entity will be able to launch retail finance products in locations that the Transferor Company 3 has not been able to penetrate. The combination of the

operations of these two entities with their own vast networks of customers, will uniquely position the Group to ensure that each line of business is expanded to its fullest potential on the strength of a larger, amalgamated entity. This process will help in consolidating the vast branch network of these two companies and is likely to provide a variety of retail lending under a single window with attendant saving of expenditure.

e. All the Transferor Companies, the Resulting Companies and the Transferee Companies, are under the Shriram umbrella, with SOT holding 25.05% of the shareholding of the Transferor Company 1. The demerger and amalgamation contemplated in the Scheme would only strengthen and reinforce the management of these Companies, while creating a dedicated leadership and management for eachof the lines of business or verticals.

f. Being companies forming part of the same conglomerate, the amalgamation and demerger contemplated in the Scheme, would create entities that are unique to eachof the lines of business activities carried on by the Group, while also enabling consolidation and lead to a more efficient utilization of capital, and create a consolidated base for the future growth of the various entities.

g. The amalgamation envisaged in the Scheme will also enable appropriate consolidation of the activities of the Transferor Companies and the Transferee Companies with pooling and more efficient utilization of their resources, greater economies of scale, cost synergy, ease of regulatory compliances and improvement in various operating parameters, in addition to enabling the carrying on of each of the businesses in a more efficient, streamlined and organized fashion.

5) <u>TREATMENT OF THE SCHEME FOR THE PURPOSE OF THE INCOME-TAX ACT, 1961</u>

The provisions of Part III – Section I, Part III – Section IV and Part III – Section V of thisScheme are drawn up to comply with the conditions relating to "Amalgamation" as specified under Section 2(1B) of the Income Tax Act, 1961. If any of the terms or provisions of the aforesaid Parts of this Scheme is/are found or interpreted to be inconsistent with the provisions of Section 2(1B) of the Income Tax Act, 1961 at a later date including as a result of a retrospective amendment of law or for any other reason, the Scheme shall stand modified accordingly, to the extent determined necessary to comply with the provisions of Section 2(1B) of the Income Tax Act, 1961. Such modifications will not however affect the other parts of the Scheme.

The provisions of Part III – Section II and Part III – Section III of this Scheme are drawn up to comply with the conditions relating to "Demerger" as defined under Section 2(19AA) of the Income-tax Act, 1961. If any of the terms or provisions of the aforesaid Parts of the Scheme are found or interpreted to be inconsistent with the provisions of the said Section at a later date including resulting from a retrospective amendment of law or for any other reason, the Scheme

shall stand modified to the extent determined necessary to comply with Section 2(19AA) of the Income-tax Act, 1961. Suchmodifications will however not affect the other parts of the Scheme.

6) <u>PARTS OF THE SCHEME</u>

The Scheme is divided into the following parts:

- **Part I** – Definitions & Interpretation
- **Part II** – Capital Structure
- **Part III –**

  Section I -Amalgamation of the Transferor Company 1 with Transferee Company 1, issue of shares of Transferee Company 1 to the shareholders of Transferor Company 1; the consequential cancellation of the equity shares held by Transferor Company 1in SFVPL;

  Section II - Demerger of the Financial Services Undertaking (*defined hereinafter*) of the Demerged Company into Resulting Company 3, the consequential cancellation ofthe redeemable preference share capital of the Demerged Company, and the issue ofshares of the Resulting Company 3 to the shareholders of the Demerged Company;

  Section III – Demerger of the Life Insurance Undertaking and General Insurance Undertaking (*defined hereinafter*) of the Demerged Company into Resulting Company 1 and Resulting Company 2 respectively, and the issue of shares of the Resulting Companies 1 and 2 to the shareholders of the Demerged Company;

  Section IV – Amalgamation of the Transferor Company 2 with Transferee Company 2, and issue of shares of the Transferee Company 2 to the shareholders of the Transferor Company 2.

  Section V - Amalgamation of the Transferor Company 3 with Transferee Company 2, and the issue of shares of the Transferee Company 2 to the shareholders of the Transferor Company 3.

  Section VI – Allotment of shares on account of increase in Transferor Company 2 shareholding.

- **Part IV** –Increase in the Authorized Capital of the Transferee Company 2 and the Resulting Companies.
- **Part V** – General Terms & Conditions

Each Section of Part III of this Scheme shall be deemed to have taken effect as specifically provided for, and in the sequence set out, in the Scheme.

Section I of Part III of the Scheme will take effect on the Effective Date 1, but with effect from the Appointed Date. The remaining parts of Part III of the Scheme, and Part IV of the Scheme will take effect on the Effective Date 2, but with effect from the Appointed Date, such that on the Appointed Date, Section I of Part III of the Scheme will take effect first, followed by the remaining parts of Part III of the Scheme, and Part IV of the Scheme.

Provided however that if any Part of the Scheme as sanctioned, cannot be given effect to or implemented, then no other Part of the Scheme will be deemed to have become effective.

PART - I

DEFINITIONS & INTERPRETATION

1.1 DEFINITIONS

In this Scheme, unless repugnant to the meaning or context thereof, the following expressions shall have the meanings as mentioned herein below:

(a) **"Accounting Standards"** means the Indian Accounting Standards as notified under Section 133 of the Act read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, issued by the Ministry of Corporate Affairs and the other accounting principles generally acceptedin India;

(b) **"Act"** or **"the Act"** means the Companies Act, 2013, and rules made thereunder and shall include any statutory modifications, re-enactment or amendments thereof for the time being in force as may be applicable;

(c) **"Applicable Law"** means relevant and applicable central, state and local laws of theRepublic of India, which includes applicable statute(s), law(s), regulation(s), ordinance(s), rule(s), judgement(s), order(s), decree(s), clearance(s), approval(s), directive(s), guideline(s), requirement(s) or any similar form of determination by or decision of any Governmental Authority, whether in effect as of the date on which this Scheme has been approved by the Board of the companies concerned, or at any time thereafter;

(d) "**Appointed Date"** shall mean the 1st of April 2022;

(e) **"Board of Directors"** or **"Board"** shall mean the Board of Directors or any committee thereof of the Transferor Companies, SFVPL, Demerged Company, Resulting Companies, and Transferee Companies, as the context requires;

(f) **"Book Value(s)"** shall, for the purpose of Part III, mean the value(s) of the assets and liabilities of the Transferor Companies/Demerged Company, as appearing in their books of accounts, at the close of the business as on the day immediately preceding the Appointed Date and excluding any value arising out of revaluation.

(g) **"Business Day"** shall mean any day apart from a Saturday or a Sunday, on which banks are open for business in Chennai, India.

(h) **"Court"** or **"Tribunal"** means the National Company Law Tribunal ("**NCLT**") or the National Company Law Appellate Tribunal ("**NCLAT**") as constituted and authorized as per the provisions of the Companies Act, 2013 for approving any scheme of arrangement, compromise or reconstruction of companies underSections 230 to 232 of the Companies Act, 2013, and shall include *inter-alia* the Benches of the NCLT having jurisdiction over

the respective Transferor Companies, Demerged Company, Resulting Companies, SFVPL, and the Transferee Companies;

(i) **"Companies"** means the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies collectively.

(j) "**Core Investment Company**" or "**CIC**" has the meaning assigned to such term in the 'Master Direction – Core Investment Companies (Reserve Bank) Directions, 2016', as amended from time to time.

(k) **"Demerged Company"**, shall, for the purposes of this Scheme and in particular Section II and Section III of Part III, mean SCL.

(l) **"Demerged Insurance Undertakings"** shall, for the purposes of this Scheme and in particular Sections II and III of Part III, mean the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company, collectively.

(m) **"Effective Date 1"** shall for the purpose of Section I of Part III of the Scheme, be no later than the 10^{th} day from the date on which the certified copy of the order of the NCLT sanctioning the Scheme of Arrangement and Amalgamation becomes available, and on such date, the certified copy of the order of the NCLT sanctioning the Scheme will be filed with the Registrar of Companies by the Transferor Company 1 and Transferee Company 1, and various actions set out in Section I of Part III of the Scheme, will be undertaken and be given effect to by the Companies. Any reference in Part III – Section I of the Scheme to the "Effective Date", "Scheme becoming effective" or "On the Scheme becoming effective" or "Upon the Scheme becoming effective" or "Effectiveness of the Scheme" shall be construed as references to the "Effective Date 1".

(n) **"Effective Date 2",** shall for the purpose of Sections II, III, IV, V and VI of Part III and Part IV of the Scheme, be no later than the 25^{th} day from the date on which the certified copies of the order of the NCLT sanctioning the Scheme of Arrangement and Amalgamation becomes available, and on such date, the certified copy of the order of the NCLT sanctioning the Scheme will be filed with the Registrar of Companies by the Transferor Company 3, Resulting Companies and Transferee Company 2, and various actions set out in Sections II, III, IV, V and VI of Part III of the Scheme and Part IV of the Scheme will be undertaken and be given effect to by the Companies.. Any references in Sections II, III, IV, V and VI of Part III of the Scheme, and in Part IV of the Scheme to any of the following: the "Effective Date", "Scheme becoming effective" or "On the Scheme becoming effective" or "Upon the Scheme becoming effective" or "Effectiveness of the Scheme" shall be construed as references to the "Effective Date 2".

Provided however that if any Part of the Scheme as sanctioned, cannot be given effect to or implemented, then no other Part of the Scheme will be deemed to have become effective.

(o) "**ESOP 1**" shall mean the Transferor Company 3's employee stock option plans as approved by the Board of Directors of the Transferor Company 3 and its shareholders as per the SEBI (Share Based Employee Benefits) Regulations, 2014, as amended from time to time.

(p) "**ESOP 2**" means the Transferee Company 2's employee stock option plan that shall be established by the Transferee Company 2 as per the SEBI (Share Based Employee Benefits) Regulations, 2014, as amended from time to time.

(q) **"Financial Services Undertaking"** shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving financial services and the Demerged Company's strategic investment in its subsidiaries, namely, SCCL, SVS, SOIPL and Way2Wealth Insurance (collectively, "**Financial Services Undertaking Subsidiaries**"), which carry on the business of providing financial services and other ancillary businesses; and shall include specifically the following:

(i) the businesses, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including investments in the Financial Services Undertaking Subsidiaries), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses,

Domain / Websites etc., in connection with or relating to the Financial Services Undertaking and other claims and powers, of whatsoever nature and wheresoever situated belonging to, or in the possession of, or granted in favour of, or enjoyed by the Demerged Company with respect to the Financial Services Undertaking, as on the Appointed Date.

(ii) all employees of/related to the Financial Services Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 3 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the Financial Services Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the Financial Services Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the Financial Services Undertaking, including arbitration proceedings involving the Demerged Company with respect to the Financial Services Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Financial Services Undertaking of the Demerged Company, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Financial Services Undertaking of the Demerged Company.

(r) **"Governmental Authority"** means any applicable central, state or local government, legislative body, regulatory or administrative authority, agency or commission or committee of any Court, Tribunal, board, bureau, instrumentality, judicial or quasi-judicial or arbitral body having jurisdiction over the territory of India, including *inter-alia* any authority constituted under, exercising any powers orfunctions in relation to the Transferor Companies, Demerged Company, Resulting Companies, SFVPL, and/or the Transferee Companies.

(s) **"Group"** shall mean the Shriram Group of Companies.

(t) **"General Insurance Undertaking"** shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving General Insurance, and the Demerged Company's strategic investment in SGIC, and shall include specifically the following

(i) its business, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including its investment in SGIC), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the General Insurance Undertaking and other claims and powers, of whatsoever nature and wheresoever situated, belonging to, or in the possession of, or granted in favour of, or enjoyed by the Demerged Company with respect to the General Insurance Undertaking, as on the Appointed Date.

(ii) all employees of/related to the General Insurance Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 2 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the General Insurance Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the General Insurance Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the General Insurance Undertaking, including arbitration proceedings initiated by or against the Demerged Company with respect to the General Insurance Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the General Insurance Undertaking, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the General Insurance Undertaking.

(u) "**IRDAI**" means the Insurance Regulatory and Development Authority of India established under Section 3 of the Insurance Regulatory and Development Authority Act, 1999;

(v) "**IRDAI Regulations**" shall mean the IRDAI (Transfer of Equity Shares of Insurance Companies) Regulations, 2015;

(w) **"Life Insurance Undertaking"** shall mean all the businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company's interest in the line of business involving Life Insurance, and the Demerged Company's strategic investment in SLIC, and shall include specifically the following

(i) its business, all secured and unsecured debts, liabilities, duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments (including its investment in SLIC), reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy

rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements, powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, funds, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the Life Insurance Undertaking and other claims and powers, of whatsoever nature and wheresoever situated belonging to, or in the possession of, or granted in favour of, or enjoyed by Demerged Company with respect to the Life Insurance Undertaking, as on the Appointed Date.

(ii) all employees of/related to the Life Insurance Undertaking as on the Effective Date and whose services are transferred to the Resulting Company 1 and contributions, if any, made towards any provident fund, employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to the Life Insurance Undertaking of the Demerged Company, initiated by or against the Demerged Company with respect to the Life Insurance Undertaking or proceedings or investigations to which the Demerged Company is a party which relate to the Life Insurance Undertaking, including arbitration proceedings initiated by or against the Demerged Company with respect to the Life Insurance Undertaking, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Life Insurance Undertaking, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(v) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Life Insurance undertaking.

(x) **"Listed NCDs"** shall mean the non-convertible debentures issued by Transferor Company 3 and listed on the Stock Exchanges, the details of which are, as required inthe SEBI Master Circular on Scheme of Arrangement by Listed Entities, fully set out in **Annexure A** to the Scheme.

(y) **"Record Date 1"** shall mean the date to be fixed by the Board of Directors of the Transferee Company 1 for the purpose of determining the shareholders of the Transferor Company 1 to whom equity shares of the Transferee Company 1 will be allotted in terms of Section I of Part III of the Scheme; and shall not be earlier than the Effective Date 1.

(z) **"Record Date(s) 2"** shall mean the date(s) to be fixed by the Board of Directors of the Resulting Companies 1, 2 and 3, and the Transferee Company 2 for the purpose of determining the shareholders of the Transferor Company 2, Demerged Company, and Transferor Company 3, to whom equity Shares and/or preference Shares willbe allotted by the Resulting Companies 1, 2 and 3, and the Transferee Company 2, asmay be applicable, and which date(s) shall not be earlier than the Effective Date 2.

(aa) "**Redeemable Preference Shares**" shall mean redeemable preference shares issued by the Transferor Company 2/Demerged Company to the holders of such redeemable preference shares and which remain outstanding as on the Effective Date 2;

(bb) **"Remaining Undertaking"** shall mean all the remaining businesses, undertakings, activities, properties, assets and liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the Demerged Company, upon the completion and taking effect of the demerger of the Financial Services Undertaking, Life Insurance Undertaking and General Insurance Undertaking to the concerned Resulting Companies, in terms of this Scheme.

(cc) **"Resulting Companies"** shall mean the Resulting Company 1, Resulting Company 2and Resulting Company 3, collectively, as the context may so require.

(dd) "**Scheme**" or "**the Scheme**" or "**this Scheme**" means this Composite Scheme ofArrangement and Amalgamation in its present form or with any modification(s) approved or imposed or directed by the NCLT or any Governmental Authority/regulatory authorities.

(ee) "**SEBI**" means the Securities and Exchange Board of India established under Section 3 of the Securities and Exchange Board of India Act, 1992.

(ff) "**SEBI LODR Regulations**" shall mean the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

(gg) "**SEBI Master Circular on Schemes of Listed Companies"** shall mean the master circular on (i) Scheme of Arrangement by Listed Entities and (ii) Relaxation under sub-rule (7) of Rule 19 of the Securities Contracts (Regulation) Rules, 1957 issued by SEBI dated November 23, 2021, as amended from time to time.

(hh) " **Stock Exchanges**" means collectively the BSE Limited ("**BSE**") and the National Stock Exchange of India Limited ("**NSE"**);

(ii) **"Transferee Companies"** means the Transferee Company 1 and Transferee Company 2, collectively, as the context may so require.

(jj) **"Transferor Companies"** means the Transferor Company 1, Transferor Company 2 & Transferor Company 3, collectively, as the context may so require;

(kk) **"Undertakings"** shall mean and include the whole of the business and undertakings of the Transferor Companies, as a going concern, including:

(i) their businesses, all secured and unsecured debts, liabilities (including but not limited to, contingent liabilities, guarantees and indemnities), duties and obligations and all the assets, properties, rights, title and benefits, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building (whether owned, leased, licensed), all fixed and movable plant and machinery, vehicles, fixed assets, work in progress, current assets, strategic investments, reserves, provisions, funds, licenses, registrations, accreditations to trade and industrial bodies, leases, licenses, tenancy rights, premises, ownership flats, hire purchase and lease arrangements, lending arrangements, benefits of security arrangements, computers, office equipment, telephones, telexes, facsimile connections, communication facilities, equipment and installations and utilities, electricity, water and other service connections, benefits of agreements, contracts and arrangements (including those entered into with the Stock Exchanges, and registrations with any concerned Governmental Authority, including but not limited to any licenses granted by the RBI), powers, authorities, permits, allotments, approvals, consents, privileges, liberties, advantages, easements and all the right, title, interest, goodwill, benefit and advantage, deposits, reserves, provisions, advances, receivables, deposits, funds, employee stock options and pension schemes, cash, bank balances, accounts and all other rights, benefits of all agreements, subsidies, grants, Software Licenses, Domain / Websites etc., in connection with or relating to the Transferor Companies and other claims and powers, of whatsoever nature and wheresoever situated, belonging to, or in the

possession of, or granted in favour of, or enjoyed by the Transferor Companies, as on the Appointed Date.

(ii) all employees of the Transferor Companies engaged in or in relation to the Transferor Companies as on the Effective Date and whose services are transferred to the Transferee Companies and contributions, if any, made towards any provident fund, life insurance premiums (and associated benefits), general insurance premiums (and associated benefits) employees state insurance, gratuity fund, staff welfare scheme or any other special schemes, funds or benefits, existing for the benefit of such employees, together with such of the investments made by these Funds, which are referable to such employees.

(iii) All legal [whether civil or criminal], taxation or other proceedings or investigations of whatsoever nature [including those before any Governmental Authority] that pertain to any of the Transferor Companies, initiated by or against the Transferor Companies or proceedings or investigations to which any of the Transferor Companies are party, including arbitration proceedings with respect to the subscribers of the respective Transferor Companies, whether pending as on the Appointed Date or which may be instituted any time after the Appointed Date, but before the Effective Date.

(iv) The existing offices or places of business, of the Transferor Companies in various States, along with all the necessary approvals already obtained from the concerned Governmental Authorities, including the Registrar of Companies having jurisdiction, for the purpose of carrying on business.

(v) All rates, taxes, duties, cess etc., that are allocable, or referable or related to the Transferor Companies, including all or any refunds, interest due thereon, and all credits, refunds, interest and claims etc., relating thereto.

(vi) All books, records, files, papers, information, databases, catalogues, quotations, advertising materials, lists of present and former credit, and all other books and records, whether in physical or electronic form, of the Transferor Companies.

1.2 <u>INTERPRETATION:</u>

In this Scheme, unless the context otherwise requires:

(a) references to "upon this Scheme becoming effective" or "effectiveness of this Scheme" shall mean the Effective Date 1, or Effective Date 2 of the Scheme, as the case may be;

(b) references to the singular include a reference to the plural and *vice-versa* and reference to

any gender includes a reference to all other genders;

(c) reference to persons shall include individuals, bodies corporate [wherever incorporated or unincorporated], associations and partnerships;

(d) headings are inserted for the ease of reference and shall not affect the construction or interpretation of the Scheme;

(e) the Annexure(s) to the Scheme shall form an integral and inseparable part of this Scheme;

(f) references to the words "including", "inter-alia" or any other similar expression shall be construed as illustrative and shall not limit the sense of the words preceding those terms.

(g) All terms and words not defined in this Scheme shall, unless repugnant or contrary to the context or meaning thereof, have the same meaning as ascribed to them under the Act and other Applicable Laws, rules, regulations and bye-laws as the case may be, including any statutory modification or re-enactment thereof from time to time.

(h) Any reference to any section of the Act shall be deemed to be a reference to that Section of the Companies Act, 2013.

PART II

CAPITAL STRUCTURE

2.1 The authorized, issued, subscribed, and paid-up share capital of the TransferorCompany 1 - SBCPL as on 30.09.2021 is

Particulars	As at 30th September 2021	
	Number	Amount
a. Authorised		
Equity Shares of Rs. 1 each	100,000,000	100,000,000
b. Issued		
Equity Shares of Rs. 1 each	83,034,830	83,034,830
c. Subscribed and Paid up		
Equity Shares of Rs. 1 each	83,034,830	83,034,830

2.2 The authorized, issued, subscribed, and paid-up share capital of SFVPL as on30.09.2021 is

Particulars	As at 30th September 2021	
	Number	Amount
a. Authorised		
Equity Shares of Rs. 10 each	1,000,000	10,000,000
b. Issued, Subscribed and Paid up		
Equity Shares of Rs. 10 each	791,712	7,917,120

2.3 The authorized, issued, subscribed, and paid-up share capital of the Transferee Company 1 Demerged Company/Transferor Company 2 – SCL as on 30.09.2021 is

Particulars	As at 30th September 2021	
	Number	**Amount**
a. Authorised		
Equity Shares of Rs. 1 each	28,000,000,000	28,000,000,000
Preference Shares of Rs. 100 each	100,000,000	10,000,000,000
b. Issued		
Equity Shares of Rs. 1 each	1,074,413,131	1,074,413,131
Preference Shares of Rs. 100 each	50,000,000	5,000,000,000
c. Subscribed and Paid up		
Equity Shares of Rs. 1 each	1,074,413,131	1,074,413,131
Preference Shares of Rs. 100 each	50,000,000	3,125,000,000

2.4 The authorized, issued, subscribed, and paid-up share capital of the TransferorCompany 3 – SCUF as on 30.09.2021 is

Particulars	As at 30th September 2021	
	Number	**Amount**
a. Authorised		
Equity Shares of Rs. 10 each	118,500,000	1,185,000,000
Preference Shares of Rs. 100/- each	4,000,000	400,000,000
b. Issued. Subscribed and Paid Up		
Equity Shares of Rs. 10 each	66,062,334	660,623,340
Preference Shares of Rs. 100/- each	0	0

2.5 The authorized, issued, subscribed, and paid-up share capital of the Transferee Company 2 – STFC as on 30.09.2021 is

Particulars	As at 30th September 2021	
	Number	**Amount**
a. Authorised		
Equity Shares of Rs. 10 each	647,000,000	6,470,000,000
Preference Shares of Rs. 100/- each	95,000,000	9,500,000,000
b. Issued, Subscribed and, Fully Paid up Equity Shares		
Issued Equity Shares of Rs. 10 each	268,789,754	2,687,897,540
Subscribed Equity Shares of Rs. 10 each	268,783,613	2,687,836,130
Fully Paid up Equity Shares of Rs. 10 each	268,783,613	2,687,836,130

Issued, Subscribed and paid-up Share Capital of Transferee Company 2 has increased by 1,736,100 equity shares of Rs.10 each on conversion of warrants into Equity Shares on 25.11.2021 and the increased paid-up capital stands at Rs.2,705,197,130/- as on that date.

2.6 The authorized, issued, subscribed, and paid-up share capital of the ResultingCompany 1 – SLIH as on 30.09.2021 is

Particulars		As at 30th September 2021	
		Number	Amount
a.	Authorised		
	Equity Shares of Rs. 10 each	150,000	1,500,000
b.	Issued, Subscribed and, Fully Paid up Equity Shares		
	Equity Shares of Rs. 10 each	10,000	100,000

Subsequent to 30.09.2021, the Resulting Company 1 has undertaken steps for change in Face Value of its equity shares from Rs.10 each to Re.1 each.

2.7 The authorized, issued, subscribed, and paid-up share capital of the ResultingCompany 2 – SGIH as on 30.09.2021 is

Particulars		As at 30th September 2021	
		Number	Amount
(a)	Authorised		
	Equity Shares of Rs. 10 each	100,000	1,000,000
(b)	Issued, Subscribed and, Fully Paid up Equity Shares		
	Equity Shares of Rs. 10 each	10,000	100,000

Subsequent to 30.09.2021, the Resulting Company 2 has undertaken steps for change in Face Value of its equity shares from Rs.10 each to Re.1 each.

2.8 The authorized, issued, subscribed, and paid-up share capital of the ResultingCompany 3 – SIHL as on 30.09.2021 is

Particulars		As at 30th September 2021	
		Number	Amount
(c)	Authorised		
	Equity Shares of Rs. 10 each	2,500,000	25,000,000
(d)	Issued, Subscribed and, Fully Paid up Equity Shares		
	Equity Shares of Rs. 10 each	2,250,000	22,500,000

Subsequent to 30.09.2021, the Resulting Company 3 has undertaken steps forchange in Face Value of its equity shares from Rs.10 each to Re.1 each.

PART III

SECTION I

AMALGAMATION OF TRANSFEROR COMPANY 1 WITH TRANSFEREE COMPANY 1:

3.1 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, the Transferor Company 1, shall, together with all of its movable assets, investments, licenses, benefits, entitlements, incentives, concessions, contracts, intellectual property, employees, proceedings, rates, duties, cess, books & records as also the liabilities, shall subject to the provisions of Clause 3.2 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and vested in and shall be deemed to have been transferred to and vested in the Transferee Company 1, as a going concern.

3.2 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS & INVESTMENTS

3.2.1 In respect of such assets of the Transferor Company 1, as are moveable in nature or are otherwise capable of transfer by delivery of possession, payment or by endorsement and delivery, the same shall be transferred to and vested in TransfereeCompany 1 and shall become the property of the Transferee Company 1. The vestingpursuant to this paragraph shall be deemed to have occurred by manual delivery or endorsement, as appropriate to the property being vested and the title to the property shall be deemed to have been transferred accordingly, without requiring execution of any deed or instrument of conveyance for the same.

3.2.2 In respect of such assets of the Transferor Company 1 as are or represent Investments registered and/or held in any form by or beneficial interest wherein is owned by the Transferor Company 1, the same shall stand transferred/transmitted to and vested in the Transferee Company 1, together with all rights, benefits, and interest therein or attached thereto, without any further act or deed, and thereupon the Transferor Company 1 shall cease to be the registered and/or the beneficial owner of such investments. The Transferor Company 1 shall be deemed to be holding such investments for and on behalf of and in trust for and for the benefit of the Transferee Company 1 and all profits or dividends and other rights or benefits accruing/paid/distributed on such investments and all taxes thereon, or losses arising or expenses incurred relating to such investments, shall, for all intent and purposes, be treated as the profits, dividends, rights, benefits, taxes, losses, or expenses, as the case may be, of the Transferee Company 1.

3.2.3 In respect of such of the moveable assets belonging to the Transferor Company 1 other than those specified in Clauses 3.2.1 and 3.2.2 above, including sundry debtors, outstanding loans

and advances, if any, recoverable in cash or in kind or value to be received, bank balances and deposits, if any, the same shall [notwithstanding whether there is any specific provision for transfer of credits, assets or refunds under any Applicable Law, wherever applicable], without any further act, instrument or deed by the Transferor Company 1 or the Transferee Company 1 or the need for any endorsements, stand transferred from the Transferor Company 1 to and in favour of the Transferee Company 1. Any security, lien, encumbrance, or charge created over any assets in relation to the loans, debentures or borrowings or any other dues of the Transferor Company 1, shall, without any further act or deed, stand transferred to the benefit of the Transferee Company 1, which will have all the rights of the Transferor Company 1 to enforce such security, lien, encumbrance or charge, by virtue of this Scheme.

LICENSES

3.2.4 Licenses relating to the Transferor Company 1, if any, shall stand transferred to andvested in the Transferee Company 1, without any further act or deed by the Transferor Company 1 or the Transferee Company 1 and be in full force and effect infavour of the Transferee Company 1 as if the same, were originally given to, issued to or executed in favour of the Transferee Company 1 and the Transferee Company1 shall be bound by the terms thereof, the obligations and duties thereunder, and the rights and benefits under the same shall be available to the Transferee Company 1.

3.2.5 Any and all approvals obtained by the Transferor Company 1 for the purpose of carrying on any business, shall inure to the benefit of the Transferee Company 1, and the Transferee Company 1 shall be entitled to continue these operations from these various locations, without having to obtain any further approvals, or undertake any further processes, under any Applicable Law.

BENEFITS, ENTITLEMENTS, INCENTIVES AND CONCESSION

3.2.6 All benefits, entitlements, incentives and concessions under incentive schemes and policies that the Transferor Company 1 are entitled to, including under service tax, Goods and Services Tax (including the Integrated Goods and Services Tax input tax credit, Central Goods and Services Tax input tax credit and State Goods and Services Tax input tax credit), VAT, sales tax and income tax laws, shall to the extent statutorily available and along with associated obligations, stand transferred to and vested in and be available to the Transferee Company 1, as if the Transferee Company 1 was originally entitled to all such benefits, entitlements, incentives and concessions. All cheques (including post-dated cheques, subject to complying with procedural requirements under Applicable Law, if any) and other negotiable instruments, payment orders received or presented for encashment which are in thename of the Transferor Company 1, shall on and from the Effective Date stand transferred to, and without any further, act or deed, be treated as having been issued to or by the Transferee Company 1, and shall be accepted by the bankers of the

Transferee Company 1 and credited to the account of the Transferee Company 1. Any standing instructions concerning payment obligations, or ENACH forms signed by the Transferor Company 1 shall be deemed to have been issued or signed by the Transferee Company 1, and the concerned authority to whom such instructions have been provided or forms signed shall accept the same.

CONTRACTS

3.2.7 All contracts of the Transferor Company 1, including without limitation, documents & agreements relating to creation of security, subsisting or having effect immediately before the Effective Date, shall stand transferred to and vested in the Transferee Company 1 and be in full force and effect in favour of the Transferee Company 1 and may be enforced by or against it as fully and effectually as if, instead of the Transferor Company 1, the Transferee Company 1 had been a party or beneficiary thereto.

3.2.8 All guarantees provided by any bank in favour of the Transferor Company 1 outstanding as on the Effective Date, shall vest in the Transferee Company 1 and shall ensure to the benefit of the Transferee Company 1 and all guarantees issued by the bankers of the Transferor Company 1 favouring any third party shall be deemed to have been issued at the request of the Transferee Company 1 and continue in favour of such third party till its maturity or earlier termination.

3.2.9 It shall not be necessary to obtain the consent of any third party or other person, who is a party to any such contract or arrangement to give effect to the provisions ofthis paragraph.

EMPLOYEES:

3.2.10 All the employees in the service of the Transferor Company 1, shall be deemed to have become the employees of the Transferee Company 1, with effect from theAppointed Date, and shall stand transferred to the Transferee Company 1, without any interruption of service and on terms and conditions no less favourable than those on which they are engaged by the Transferor Company 1 as on the Effective Date, including in relation to the level of remuneration and contractual and statutory benefit, incentive plans, terminal benefits, gratuity plans, provident plans, employee stock option and pension schemes, insurance plans, and any other retirement benefits.

3.2.11 In the event of retrenchment of such employees, the Transferee Company 1 shall be liable to pay compensation in accordance with law on the basis that the services of the employees shall have been continuous and shall not have been interrupted by reason of such transfer.

3.2.12 It is provided that as far as the Provident Fund, Gratuity, Pension, Insurance benefits, Superannuation Fund or any other special funds that are applicable to the employees of the Transferee Company 1 and existing in the Transferee Company 1 for the benefit of the employees of the Transferee Company 1, the same shall also be extended to the employees of the Transferor Company 1, upon the Scheme becoming finally effective.

3.2.13 All contributions made by the Transferor Company 1, on behalf of its employees, and all contributions made by the employees including the interest arising thereon, to the funds standing to the credit of such employees' account with such funds, shall, upon this Scheme becoming effective, be transferred to the funds maintained by the Transferee Company 1 along with such of the investments made by such funds which are referable and allocable to the employees, and the Transferee Company 1 shall stand substituted for the Transferor Company 1 with regard to the obligationto make the said contributions.

3.2.14 In relation to those employees for whom the Transferor Company 1 is making contributions to the Government provident fund, the Transferee Company 1 shall stand substituted in its place, for all purposes, including in relation to the obligation to make contributions to such funds in accordance with the provisions of suchfunds, bye-laws etc., in respect of the employees.

3.2.15 The Transferee Company 1 shall continue to abide by the agreement(s) and settlement(s) entered into with the employees of the Transferor Company 1, if any, in terms of such agreement(s) and settlement(s) subsisting on the Effective Date, in relation to the employees.

PROCEEDINGS

3.2.16 With effect from the Appointed Date and upon the Scheme becoming effective, all suits, actions and proceedings of whatsoever nature by or against the Transferor Company 1, shall, on the Effective Date, be continued and enforced by or against the Transferee Company 1.

3.2.17 Upon the Scheme becoming effective the name of the Transferor Company 1 shall stand substituted by the name of the Transferee Company 1 in any pending dispute or arbitral proceedings, and the Transferee Company 1 shall be entitled to continue the proceedings, in its name, from the stage at which the proceedings stand, as on the Effective Date.

3.2.18 The Transferee Company 1 undertakes to have all legal or other proceedings initiated by or against the Transferor Company 1, in respect of matters referred above transferred into its name and to have the same continued, prosecuted and enforced by or against the Transferee Company 1 to the exclusion of the Transferor Company 1.

LIABILITIES, DEBTS, OBLIGATIONS & SECURITY:

3.2.19 With effect from the Appointed Date, the debts, liabilities, contingent liabilities, duties and obligations of every kind, nature and description relatable to the Transferor Company 1 shall, under the provisions of Sections 230 to 232 and all other applicable provisions, if any, of the Act, and without any further act or deed, be transferred to or be deemed to be transferred to the Transferee Company 1, so as to become, with effect from the Appointed Date the debts, liabilities, contingent liabilities, duties and obligations of the Transferee Company 1 and it shall not be necessary to obtain the consent of any third party or other person who is a party to any

contract or arrangement by virtue of which such debts, liabilities, contingent liabilities, duties and obligations have arisen, in order to give effect to the provisionsof this sub-clause.

3.2.20 Where any of the liabilities and obligations/assets attributed to the Transferor Company 1 on the Appointed Date have been discharged/ sold by the Transferor Company 1 after the Appointed Date and prior to the Effective Date, such discharge/sale shall be deemed to have been for and on behalf of the Transferee Company 1.

3.2.21 Any payment or discharge of any liabilities, debts or obligations pertaining to the Transferor Company 1 by the Transferee Company 1 shall be deemed to have been made for and on behalf of the Transferor Company 1, and shall constitute a valid discharge.

3.2.22 This Scheme shall not operate to enlarge or extend the security for any of the liabilities of the Transferor Company 1 and the Transferee Company 1 shall not be obliged to create any further or additional security therefor, after the Effective Date, unless otherwise agreed to by the Transferee Company 1.

3.2.23 In so far as the existing security in respect of the Liabilities is concerned, such security shall, without any further act, instrument or deed be modified and shall be extended to, and shall operate only over the assets forming part of the Undertakings of the Transferor Company 1 which have been charged and secured, and subsisting as on the Effective Date, in respect of the Liabilities. Provided that if any of the assetsof the Transferor Company 1 have not been charged or secured in respect of the Liabilities, such assets shall remain unencumbered and the existing security referred to above shall not be extended to, and shall not operate over such assets.

TAX TREATMENT

3.2.24 All taxes, rates, duties, fees, cess etc., that are allocable, referable or related to the Transferor Company 1 and payable, whether due or not, from the Appointed Date, including all advance tax payments, tax deducted at source, tax liabilities, tax obligations or any refunds, credits and claims shall, for all intent and purposes, be treated as the liability, obligations or refunds, credit and claims, as the case may be, of the Transferee Company 1.

3.2.25 Further, it will be deemed that the benefit of any tax credits whether central, state or local, availed by the Transferor Company 1 and the obligations, if any, for payment of taxes on any assets etc. shall be deemed to have been availed by Transferee Company 1.

3.2.26 With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Transferor Company 1, including all or any refunds/credit/ claims/tax losses /unabsorbed depreciation relating thereto shall be treated as the asset/ liability or refunds/credit/claims/tax losses /unabsorbed depreciation, as the case may be, of the Transferee Company 1.

3.2.27 The Transferee Company 1 is expressly permitted to revise its tax returns, either electronically or physically, including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by Transferee Company 1 previously disallowed in the hands of Transferor Company 1 under the Income Tax Act, , 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, , 1961 credit of foreign tax paid/withheld, if any, pertaining to Transferor Company 1 consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Transferor Company 1 upon the coming into effect of this Scheme.

3.2.28 It is also clarified that the Transferee Company 1 shall have the right to claim refunds, tax credits, set-offs and/or adjustments relating to the income or transactions it has entered into, by virtue of this Scheme with effect from the Appointed Date. The taxes or duties paid by, for, or on behalf of the Transferor Company 1, relating to the period on or after Appointed Date, shall be deemed to be the taxes or duties paid by the Transferee Company 1, which shall be entitled to claim credit or refund for such taxes or duties.

BOOKS AND RECORDS

3.2.29 All books, records, files, papers, catalogues, quotations, advertising materials, if any, lists of present and former clients, subscribers, and all other books and records, whether in physical or electronic form, of the Transferor Company 1, to the extent possible and permitted under any Applicable Law, be handed over by them to the Transferee Company 1.

CONDUCT OF BUSINESS TILL THE EFFECTIVE DATE:

3.2.30 With effect from the Appointed Date and up to and including the Effective Date:

(a) The Transferor Company 1 shall carry on, and be deemed to have been carrying on, all business activities and shall hold and stand possessed, and shall be deemed to have held and stood possessed, of all the assets, rights, title, interest, authorities, contracts, investments, decisions for and on account of, and in trust for, the Transferee Company 1.

(b) All profits or income or taxes, including but not limited to income tax, fringe benefit tax, advance taxes, tax deducted at source by or on behalf of the Transferor Company 1, minimum alternate tax credit, dividend distribution tax, securities transaction tax, taxes

withheld/ paid in a foreign country, wealth tax, sales tax, value added tax, excise duty, service tax, Goods and Service Tax, customs duty, refund, reliefs, etc., accruing or arising to the Transferor Company 1, or losses arising or expenditure incurred by it, on and from Appointed Date up to the Effective Date, shall for all purposes be treated as, and be deemed to be treated as, the profits or income or losses or expenditure or the taxes of the Transferee Company 1.

(c) The Transferor Company 1 shall carry on its business activities with proper prudence and diligence and shall not, without prior written consent of the Transferee Company 1, alienate, charge or otherwise deal with or dispose off any ofits business Undertaking(s) or any part thereof (except in the ordinary course of business or pursuant to any pre-existing obligations undertaken by the Transferor Company 1 prior to the Appointed Date).

(d) The Transferor Company 1 shall be permitted to make modification to its capital structure, either by an increase (by issue of rights shares, bonus shares, convertible debentures or otherwise), decrease, reclassification, sub-division or reorganisation or in any other manner, whatsoever, in the normal course of business or in pursuance of this Scheme, without having to seek the explicit consent of the Board of Directors of the Transferee Company 1.

(e) The Transferor Company 1 shall not vary, except in the ordinary course of business,the terms and conditions of the employment of their employees without the consent of the Board of Directors of the Transferee Company 1.

(f) All assets acquired, leased or licensed, benefits, entitlements, incentives and concessions granted, contracts entered into, liabilities incurred and proceedings initiated or made party to, between the Appointed Date and the Effective Date by the Transferor Company 1 shall be deemed to be transferred to and vested in the Transferee Company 1. For avoidance of doubt, where any of the Liabilities as on the Appointed Date [deemed to have been transferred to the Transferee Company 1] have been discharged by the Transferor Company 1, on or after the Appointed Date, but before the Effective Date, such discharge shall be deemed to have been forand on behalf of the Transferee Company 1 for all intent and purposes and under any Applicable Law.

(g) With effect from the Effective Date, the Transferee Company 1 shall carry on and shall be authorized to carry on the business of the Transferor Company 1 and till such time as the name of the account holder in the bank accounts of the Transferor Company 1 is substituted by the bank in the name of the Transferee Company 1, the Transferee Company 1 shall be entitled to operate such bank accounts of the Transferor Company 1,

in its name, in so far as may be necessary.

(h) To the extent possible, pending sanction of this Scheme, the Transferor Company 1 or the Transferee Company 1 shall be entitled to apply to the relevant Governmental Authorities and other third parties, concerned, as may be necessary under any law or contract for transfer or modification of such consents, approvals and sanctions which the Transferee Company 1 may require to own and carry on the business of the Transferor Company 1, with effect from the Effective Date and subject to this Scheme being sanctioned.

(i) For the purpose of giving effect to the order passed under Sections 230 to 232 of the Act, in respect of this Scheme, by the NCLT, the Transferee Company 1 shall, upon the Scheme becoming effective, be entitled to get the record of the change in the legal right(s) standing in the names of the Transferor Company 1, in its favour in accordance with such order and the provisions of the Act, and Applicable Laws.

3.3 **ACCOUNTING TREATMENT IN THE BOOKS OF TRANSFEREE COMPANY 1**

Upon effectiveness of the Scheme and with effect from the Appointed Date, the Transferee Company 1 shall account for the amalgamation of the Transferor Company 1 into the Transferee Company 1 as under:

3.3.1 The Transferee Company 1 shall record the assets and liabilities of the Transferor Company 1 vested in it pursuant to this Scheme as prescribed under the Indian Accounting Standards as notified under Section 133 of the Act, read together with Paragraph 3 of the Companies (Indian Accounting Standards) Rules, 2015.

3.3.2 The investment in Transferee Company 1 held by Transferor Company 1 and transferred to Transferee Company 1 pursuant to the Scheme would get cancelled with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards) of the Transferee Company 1.

3.3.3 The investment in SFVPL held by Transferor Company 1 and transferred to Transferee Company 1 pursuant to the Scheme would get cancelled with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards) of the Transferee Company 1.

4.4 **CONSIDERATION**

3.4.1 In consideration of the amalgamation of the Transferor Company 1 along with its Undertakings with the Transferee Company 1, which includes (i) the shareholding held by the Transferor Company 1 in Transferee Company 1; and (ii) the shareholding held by Transferor Company 1 in SFVPL, which is the holding company of the Transferee Company 1, and considering that the shares held in SFVPL cannot legally be vested in Transferee Company 1 in terms of Section 19 of

the Act, the shareholders of the Transferor Company 1 whose names are reflected in the Register of Members of the Transferor Company 1 as on Record Date 1, will be entitled to be allotted shares of the Transferee Company 1, in the following manner:

For every 1,00,00,000 (One Crore) fully paid equity shares of Re. 1/- [One] each, held in the Transferor Company 1, the shareholders of the Transferor Company 1 will be entitled to 3,45,27,799 (Three Crores Forty Five Lakhs Twenty Seven Thousand Seven Hundred and Ninety Nine) fully paid equity shares of Re. 1/- [One] each of the Transferee Company 1.

3.4.2 In view of the fact that, the paid up equity shares of SFVPL held by the Transferor Company 1, cannot be held by the Transferee Company 1 as already stated above, the shares held by the Transferor Company 1 in SFVPL shall stand cancelled as set out in Clause 3.6.1 of the Scheme. As a consequence, the extent of the shareholding held by SFVPL in the Transferee Company 1, will stand altered from 75,81,19,281 (Seventy Five Crores Eighty One Lakhs Nineteen Thousand Two Hundred and Eighty One) fully paid equity shares of Re.1/- each to 68,63,30,294 (Sixty Eight Crores Sixty Three Lakhs Thirty Thousand Two Hundred and NinetyFour) fully paid equity shares of Re.1/- each, and no consideration whatsoever in any manner would be paid/payable for cancellation of the shares held by SFVPL in the Transferee Company 1.

Consequent to the issue of shares by Transferee Company 1 as mentioned in Clause 3.4.1 above, and the cancellation of the fully paid up equity share capital as mentioned in Clauses 3.6 and 3.8 of the Scheme, Transferee Company 1's equity share capital shall stand altered from 1,146,202,118 (One Hundred Fourteen Crores Sixty Two Lakhs Two Thousand One Hundred and Eighteen) fully paid equity shares of Re.1/- each to 1,074,413,131 (One Hundred Seven Crores Forty Four Lacs Thirteen Thousand One Hundred and Thirty One) fully paid equity shares of Re.1/- each.

3.4.3 The equity shares to be issued and allotted under the Scheme by the Transferee Company 1 as above shall be subject to the Memorandum of Association and Articles of Association of the Transferee Company 1. The equity shares issued by the Transferee Company 1 shall rank pari passu in all respects, including dividends, voting and other rights, with the existing equity shares of the Transferee Company 1. In case the number of new shares to be issued by the Transferee Company 1 pursuant to this Scheme is a fractional number, it shall be rounded off to the nearest whole number. The Board of Directors of the Transferee Company 1 shall, if and to the extent required, apply for and obtain any approvals from concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. The approval of this Scheme by the shareholders of the Companies involved, under Sections 230 to 232 of the Act shall be deemed to constitute approvals under Sections 13, 14, and other applicable provisions of the Act and any other consents and approvals required in this regard. If there are any pending

transfers, whether lodged or outstanding, of any shareholders of the Transferor Company 1, the Board of Directors of the Transferee Company 1 shall be empowered in appropriate cases, prior to or even subsequent to the Record Date 1, to effectuate such a transfer in the records of the Transferor Company 1, as if such changes in the registered holder were operative as on the Record Date 1, in order to remove any difficulties arising to the holder/transferee of the shares in the Transferor Company 1 and in relation to the equity shares to be issued by the Transferee Company 1 after this Scheme becoming effective.

ACCOUNTING TREATMENT IN THE BOOKS OF TRANSFEREE COMPANY 1:

Pursuant to the Scheme and as per Clause 3.4.2, the Transferee Company 1 would cancel the paid-up equity share capital held by SFVPL with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards).

3.5 **SAVING OF CONCLUDED TRANSACTIONS**:

The transfer and vesting of the Transferor Company 1 with and into the Transferee Company 1 under Part III - Section I of this Scheme, shall not affect any transaction or proceedings already completed or Liabilities incurred by the Transferor Company 1, either prior to, or on or after the Appointed Date till the Effective Date, to the end and intent that the Transferee Company 1 shall accept and adopt all acts, deeds and things done and executed by or on behalf of the Transferor Company 1, in respect thereto as acts, deeds and things done and executed by and on behalf of itself.

3.6 **CANCELLATION OF EQUITY SHARES HELD BY TRANSFEROR COMPANY 1 INSFVPL:**

3.6.1 As an integral part of the Scheme and as a consequence of the Transferor Company 1 being amalgamated with Transferee Company 1, with all of its Undertakings which includes the shareholding held by the Transferor Company 1 in SFVPL, and considering that the Transferee Company 1 is a subsidiary of SFVPL, and in terms of the Act, cannot hold shares in SFVPL, upon the Scheme becoming effective in the manner set out hereunder, the entire paid up equity shares held by Transferor Company 1 in SFVPL, shall as an integral part of the Scheme, and without any further act, deed, consent or approval or consideration, stand cancelled, by operation of law. As a consequence of such cancellation, the paid-up equity share capital of SFVPL shall stand altered from Rs.79,17,120 (Indian Rupees Seventy Nine Lakhs Seventeen Thousand One Hundred and Twenty only) divided into 7,91,712 (Seven lakh ninety one thousand seven hundred and twelve) equity shares of Rs. 10/- (Rupees ten only) each to Rs.71, 67, 420/- (Indian Rupees Seventy One Lakhs Sixty Seven Thousand Four Hundred and Twenty Only) divided into 7,16,742 (Sevenlakh Sixteen Thousand Seven Hundred and Forty Two) equity shares of Rs. 10/- (Rupees ten only) each.

3.6.2 The cancellation of the paid-up equity share capital of SFVPL as set out above, shall be given effect to as an integral part of the Scheme, without the requirement of any separate procedure being adopted for the same, and no consideration whatsoever in any manner would be paid/ payable for cancellation of such shares.

3.6.3 Until the Effective Date, the Transferor Company 1 would be eligible to enjoy all the benefits in the capacity of shareholder of SFVPL.

3.7 **ACCOUNTING TREATMENT IN THE BOOKS OF SFVPL:**

Pursuant to the Scheme and as per Clause 3.6, SFVPL would reduce the value of equity shares cancelled with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards).

Pursuant to the Scheme and as per Clause 3.4.2, SFVPL would reduce the investment in the Transferee Company 1 to the extent of shares cancelled and charge the same to the profit and loss account.

3.8 **CANCELLATION OF EQUITY SHARES HELD BY TRANSFEROR COMPANY 1 IN THE TRANSFEREE COMPANY 1**

3.8.1 On the Scheme becoming effective, and by virtue of the amalgamation of the Transferor Company 1 with the Transferee Company 1, the equity shares of the Transferee Company 1 held by the Transferor Company 1 shall stand cancelled. As a consequence, the entire shareholding of the Transferor Company 1 in Transferee Company 1, shall, as an integral part of the Scheme, stand cancelled, and no separate sanction of the NCLT in this regard shall be required.

3.9 **DISSOLUTION OF THE TRANSFEROR COMPANY 1:**

Subject to an order being made by the NCLT under Sections 230 to 232 of the Act, the Transferor Company 1 shall stand dissolved without the process of winding up on the Scheme becoming effective in accordance with the provisions of the Act and the Rules made thereunder.

PART - III

SECTION – II

(A) DEMERGER AND VESTING OF THE FINANCIAL SERVICES UNDERTAKING FROMTHE DEMERGED COMPANY TO RESULTING COMPANY 3

3.10 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, the Financial Services Undertaking of the Demerged Company, shall subject to the provisions of Clause 3.11 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and

vested in and shall be deemed to have been transferred to and vested in the Resulting Company 3.

3.11 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS, IMMOVABLE PROPERTIES & INVESTMENTS

3.11.1 In respect of such of the assets of the Financial Services Undertaking, as are movable in nature and/or otherwise capable of transfer by manual or constructive delivery and/or by endorsement and delivery, the same shall stand transferred by the Demerged Company to the Resulting Company 3, upon the coming into effect of this Scheme pursuant to the applicable provisions of the Act without requiring any deed or instrument of conveyance for transfer of the same, and shall become the property of the Resulting Company 3.

3.11.2 In respect of assets other than those dealt with above, the same shall stand transferred to and vested in the Resulting Company 3, without any notice or other intimation to any person in pursuance of the relevant provisions of the Act to the end and intent that the right of the Demerged Company to recover or realize the same stands transferred to the Resulting Company 3. The Resulting Company 3 shall, at its sole discretion but without being obliged, give notice in such form as it may deem fit and proper, to such person, as the case may be, that the said debt, receivable, bill, credit, loan, advance or deposit stands transferred to and vested in the Resulting Company 3 and that appropriate modification should be made in their respective books/records to reflect the aforesaid changes.

3.11.3 All immovable properties of the Demerged Company, pertaining to its Financial Services Undertaking [i.e. land together with the buildings and structures standing thereon or under construction, whether freehold, leasehold, leave and licensed or otherwise], including any tenancies in relation to office space, guest houses and residential premises including those provided to/occupied by the employees and all documents of title, rights and easements in relation thereto and all plant and machineries constructed or embedded or attached to any such immovable properties and all rights, covenants, continuing rights, title and interest in connection with the said immovable properties, shall stand transferred to and vested in the Resulting Company 3, without any further act or deed done/executed or being required to be done/executed by the Resulting Company 3. The Resulting Company 3 shall be entitled to exercise and enjoy all rights and privileges attached to the immovable properties and shall be liable to pay the ground rent and taxes and fulfill all obligations and be entitled to all rights in relation to or as applicable to such immovable properties.

3.11.4 Without prejudice to the generality of the foregoing, upon the coming into effect of this Scheme, all the rights, title, interest and claims of the Demerged Company in any leasehold/leave and

licence/right of way properties of the Demerged Company in relation to the Financial Services Undertaking, shall, pursuant to the relevant provisions of the Act, without any further act or deed, be transferred to and vested in or be deemed to have been transferred to or vested in the Resulting Company 3on the same terms and conditions.

3.11.5 For the avoidance of doubt and without prejudice to the generality of the foregoing, it is expressly clarified that upon the coming into effect of this Scheme, all permits, licenses, permissions, right of way, approvals, clearances, consents, benefits, registrations, entitlements, credits, certificates, awards, sanctions, allotments, quotas, no objection certificates, exemptions, concessions, issued to or granted to or executed in favour of the Demerged Company, and the rights and benefits under the same, in so far as they relate to the Financial Services Undertaking and all quality certifications and approvals, trademarks, trade names, service marks, copyright,domain names, designs, research and studies, technical knowhow and other intellectual properties and all other interests relating to the goods or services being dealt with by the Financial Services Undertaking and the benefit of all statutory and regulatory permissions, environmental approvals and consents, registration or other licenses, and consents acquired by the Demerged Company in relation to the Financial Services Undertaking shall be transferred to and vested in the Resulting Company 3 and the concerned licensors and grantors of such approvals, clearances, permissions, etc., shall endorse, where necessary, and record, in accordance with law, the Resulting Company 3 on such approvals, clearances, permissions so as to empower and facilitate the approval and vesting of the Financial Services Undertaking of the Demerged Company in the Resulting Company 3 and continuation of operations pertaining to the Financial Services Undertaking of the Demerged Company in the Resulting Company 3 without hindrance and that such approvals, clearances and permissions shall remain in full force and effect in favour of or against the concerned Resulting Company 3, as the case may be, and may be enforced as fully and effectually as if, instead of the Demerged Company, the Resulting Company 3 had been a party or beneficiary or obligee or obligor thereto.

4.11.6 All assets, estate, rights, title, interest and authorities acquired by the Demerged Company after the Appointed Date and prior to the Effective Date for operation of the Financial Services Undertaking shall also stand transferred to and vested in the Resulting Company 3 upon the coming into effect of this Scheme.

4.11.7 Upon coming into effect of this Scheme, all debts, duties, obligations and liabilities (including contingent liabilities) of the Demerged Company relating to the Financial Services Undertaking shall without any further act, instrument or deed be and stand transferred to the Resulting Company 3 and shall thereupon become the debts, duties, obligations and liabilities of the Resulting Company 3, which it undertakes to meet, discharge and satisfy to the exclusion of the Demerged Company and to keep the Demerged Company indemnified at all times from

and against all such debts, duties, obligations and liabilities and from and against all actions, demands and proceedings in respect thereto. It shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, obligations, duties and liabilities have arisen in order to give effect to the provisions of this clause.

3.11.8 In so far as loans and borrowings of the Demerged Company are concerned with respect to the Financial Services Undertaking, the loans and borrowings and such amounts pertaining to the Financial Services Undertaking and further, the loans and borrowings, if any which are of a general or multipurpose nature, such loans and borrowings, in the same proportion, which the value of the assets pertaining to the Financial Services Undertaking bears to the total value of assets of the Demerged Company, if any, which are to be transferred to the Resulting Company 3 in terms of Clause 3.11, shall, without any further act or deed, become loans and borrowings of the Resulting Company 3, and all rights, powers, duties and obligations in relation thereto shall be and stand transferred to and vested in and shall be exercised by or against the Resulting Company 3 as if it had entered into such loans and incurred such borrowings. Subject to the above, from the Effective Date, the Resulting Company 3 alone shall be liable to perform all obligations in respect of the liabilities of the Financial Services Undertaking as the borrower/ issuer thereof, and the Demerged Company shall not have any obligations in respect of the said liabilities.

3.11.9 Where any of the liabilities and obligations of the Demerged Company as on the Appointed Date, relating to the Financial Services Undertaking, deemed to be transferred to the Resulting Company 3, have been discharged by the Demerged Company after the Appointed Date and prior to the Effective Date, such discharge shall be deemed to have been for and on account of the Resulting Company 3 and all liabilities and obligations incurred by the Demerged Company for the operations of the Financial Services Undertaking after the Appointed Date and prior to the Effective Date shall be deemed to have been incurred for and on behalf of the Resulting Company 3 and to the extent of their outstanding on the Effective Date, shall also without any further act or deed be and stand transferred to the Resulting Company 3 and shall become the liabilities and obligations of the Resulting Company 3 which shall meet, discharge and satisfy the same.

3.11.10 Any claims, liabilities or demands arising on account of the Financial ServicesUndertaking of the Demerged Company which relates to the period prior to the Appointed Date but arises at any time after the Effective Date shall be entirely borneby the Resulting Company 3.

3.11.11Subject to the other provisions of this Scheme, in so far as the assets of the Financial Services Undertaking are concerned, the security, pledge, existing charges and mortgages, over such

assets, to the extent they relate to any loans or borrowings of the Demerged Insurance Undertakings and Remaining Undertaking of the Demerged Company shall, without any further act, instrument or deed be released and discharged from the same and shall no longer be available as security, pledge, charges and mortgages in relation to those liabilities of the Demerged Company which are not transferred to the Resulting Company 3.

3.11.12 In so far as the assets of the of the Demerged Company in relation to the Demerged Insurance Undertakings and Remaining Undertaking are concerned, the security, pledge, existing charges and mortgages over such assets, to the extent they relate to any loans or borrowings of the Financial Services Undertaking shall, without any further act, instrument or deed be released and discharged from such security, pledge, charges and mortgages. The absence of any formal amendment which may be required by a bank and/or financial institution in order to affect such release shall not affect the operation of this clause.

3.11.13 In so far as the existing security in respect of the loans of the Demerged Company and other liabilities relating to the Demerged Company with respect to the Demerged Insurance Undertakings and Remaining Undertaking are concerned, such security shall, without any further act, instrument or deed be continued with the Demerged Company only on the assets remaining with the Demerged Company.

3.11.14 Without prejudice to the provisions of the foregoing clauses, the Demerged Company and the Resulting Company 3 shall enter into and execute such other deeds, instruments, documents and/or writings and/or do all acts and deeds as maybe required, including the filing of necessary particulars and/or modification(s) of charge, with the concerned Registrar of Companies, to give formal effect to the provisions of this clause and foregoing clauses, if required.

3.11.15 Upon the coming into effect of this Scheme, the Demerged Company alone shall be liable to perform all obligations in respect of all debts, liabilities, duties and obligations pertaining to the Demerged Company in relation to the Demerged Insurance Undertakings and Remaining Undertaking, and the Resulting Company 3 shall not have any obligations in respect of the Demerged Insurance Undertakings and Remaining Undertaking of the Demerged Company.

3.11.16 The foregoing provisions shall operate, notwithstanding anything to the contrary contained in any instrument, deed or writing or the terms of sanction or issue or any security documents, all of which instruments, deeds or writings shall stand modified and/or superseded by the foregoing provisions.

3.11.17 It is hereby clarified that all assets and liabilities of the Financial Services Undertaking, which are set forth in the closing balance sheet of Demerged Company as on the close of business hours on the date immediately preceding the Appointed Date, shall be transferred at values appearing in the books of account of Demerged Company as on the Appointed Date.

LEGAL PROCEEDINGS

3.11.18 Upon the coming into effect of this Scheme, all legal or other proceedings (including before any statutory or quasi-judicial authority or tribunal) by or against the Demerged Company, under any statute, whether pending on the Appointed Date,or which may be instituted any time in the future and in each case relating to the Financial Services Undertaking, shall be continued and enforced by or against the Resulting Company 3 after the Effective Date.

3.11.19 The Resulting Company 3 shall have all legal or other proceedings initiatedby or against the Demerged Company with respect to the Financial Services Undertaking, transferred into its name and to have the same continued, prosecuted and enforced by or against the Resulting Company 3 to the exclusion of the Demerged Company.

CONTRACTS, DEEDS, ETC.

3.11.20 Upon the coming into effect of this Scheme and subject to the provisions of this Scheme, all contracts, deeds, bonds, agreements, schemes, arrangements and other instruments of whatsoever nature in relation to the Financial Services Undertaking to which the Demerged Company is a party or to the benefit of which the Demerged Company may be eligible, and which are subsisting or have effect immediately before the Effective Date, shall be in full force and effect by or againstor in favour of the Resulting Company 3, as the case may be, and may be enforced as fully and effectually as if, instead of the Demerged Company, the Resulting Company 3 had been a party or beneficiary or obligee or obligor thereto.

3.11.21 Notwithstanding the fact that vesting of the Financial Services Undertaking occurs by virtue of this Scheme itself, the Resulting Company 3 may, at any timeafter the coming into effect of this Scheme, in accordance with the provisions hereof,if so required, take such actions and execute such deeds (including deeds of adherence), confirmations or other writings or tripartite arrangements with any party to any contract or arrangement to which the Demerged Company is a party or any writings as may be necessary to be executed in order to give formal effect to the above provisions. The Resulting Company 3 will, if necessary, also be a party to the above. The Resulting Company 3 shall, under the provisions of this Scheme, bedeemed to be authorised to execute any such writings on behalf of the Demerged Company and to carry out or perform all such formalities or compliances referred toabove on the part of the Demerged Company to be carried out or performed.

SAVING OF CONCLUDED TRANSACTIONS

3.11.22 The transfer and vesting of the assets, liabilities and obligations of the Demerged Company with respect to the Financial Services Undertaking under Clause 3.11 hereof and the continuance of the proceedings by or against the Resulting Company 3 under Clause 3.11.18 hereof shall

not affect any transactionsor proceedings already completed by the Demerged Company on or after the Appointed Date, to the end and intent that the Resulting Company 3 accepts all acts, deeds and things done and executed by and/or on behalf of the Demerged Company as acts, deeds and things made, done and executed by and on behalf of the Resulting Company 3.

EMPLOYEES

3.11.23 Upon the coming into effect of this Scheme, all the employees relating to the Financial Services Undertaking that were employed by the Demerged Company, immediately before the Effective Date, shall become employees of the ResultingCompany 3 without any break or interruption of service and with the benefit of continuity of service on terms and conditions which are not less favourable than the terms and conditions as were applicable to such employees relating to the Financial Services Undertaking of the Demerged Company immediately prior to the demerger of such Financial Services Undertaking.

3.11.24 the Resulting Company 3 agrees that the service of all employees pertaining to the Financial Services Undertaking with the Demerged Company up to the Effective Date shall be taken into account for the purpose of all retirement benefits to which they may be eligible in the Demerged Company up to the Effective Date. The Resulting Company 3 further agrees that for the purpose of payment of any retrenchment compensation, gratuity, employee stock option and pension schemes, or other terminal benefits, such past service with the Demerged Company, shall also be taken into account and agrees and undertakes to pay the same as and when payable.

3.11.25 Upon the coming into effect of this Scheme, the Resulting Company 3 shall make all the necessary contributions for such transferred employees relating to their respective Financial Services Undertaking, and deposit the same in provident fund, gratuity fund or superannuation fund or any other special fund or staff welfare scheme or any other special scheme. The Resulting Company 3 will also file relevant intimations in respect of their Financial Services Undertaking to the statutory authorities concerned who shall take the same on record and substitute the name of the Resulting Company 3 for the Demerged Company.

3.11.26 In so far as the existing provident fund, gratuity fund and pension and /or superannuation fund/trusts, retirement funds or employees state insurance schemes or pension scheme or employee deposit linked insurance scheme or any other benefits, if any, created by the Demerged Company for employees of the Financial Services Undertaking are concerned, such proportion of the funds, contributions to the funds or the scheme or the investments made into the funds relatable to the employees pertaining to the Financial Services Undertaking as on the Effective Date, who are being transferred along with the Financial Services Undertaking in terms of the Scheme, upon the coming into effect of this Scheme, shall be transferred to the necessary funds, schemes or trusts of the Resulting Company 3 and till the time such necessary funds, schemes

or trusts are created by the Resulting Company 3, all contributions shall continue to be made to the existing funds, schemes or trusts of the Demerged Company.

CONDUCT OF THE FINANCIAL SERVICES UNDERTAKING FOR THE RESULTINGCOMPANY 3

With effect from the Appointed Date and up to and including the Effective Date:

3.11.27 The Demerged Company shall be deemed to have been carrying on and to be carrying on all business and activities relating to the Financial Services Undertaking and shall hold and stand possessed of and shall be deemed to hold and stand possessed of all the estates, assets, rights, title, interest, authorities, contracts, investments and strategic decisions of the Financial Services Undertaking for and onaccount of, and in trust for the Resulting Company 3;

3.11.28 all profits and income accruing or arising to the Demerged Company from theFinancial Services Undertaking, and any cost, charges, losses and expenditure arising or incurred by it (including taxes, if any, accruing or paid in relation to any profits or income) relating to the Financial Services Undertaking shall, for all purposes, be treated as and be deemed to be the profits income, losses or expenditure, as the case may be, of the Resulting Company 3;

3.11.29 any of the rights, powers, authorities, privileges, attached, related or pertaining to the Financial Services Undertaking exercised by the Demerged Company shall be deemed to have been exercised by the Demerged Company forand on behalf of, and in trust for and as an agent of the Resulting Company 3. Similarly, any of the obligations, duties and commitments attached, related or pertaining to the Financial Services Undertaking that have been undertaken or discharged by the Demerged Company shall be deemed to have been undertaken for and on behalf of and as an agent for the Resulting Company 3;

3.11.30 The Demerged Company undertakes that it will preserve and carry on the business relating to the Financial Services Undertaking with reasonable diligence and business prudence and shall not undertake financial commitments or sell, transfer, alienate, charge, mortgage, or encumber the Financial Services Undertaking or any part thereof or recruit new employees or conclude settlements with union or employees or undertake substantial expansion or change the general character or nature of the business of the Financial Services Undertaking or any partthereof save and except in each case:

(a) if the same is in its ordinary course of business as carried on by it as on thedate of filing this Scheme; or

(b) if the same is expressly permitted by this Scheme; or

(c) if the prior written consent of the Board of Directors of the ResultingCompany 3 has been obtained.

3.11.31 The Demerged Company and/ or the Resulting Company 3 shall be entitled, pending sanction of the Scheme, to apply to the Central/State Government(s), regulatory/local/administrative bodies and all other agencies, departments and authorities concerned as are necessary under any law for such consents, approvals and sanctions which the Resulting Company 3 may require to carry on the business of the Financial Services Undertaking.

TAX CREDITS

3.11.32 The Resulting Company 3 will be the successor of the Demerged Company vis-à-vis the Financial Services Undertaking. Hence, it will be deemed that the benefit of any tax credits whether central, state or local, availed vis- à-vis the Financial Services Undertaking and the obligations, if any, for payment of taxes on any assets of the Financial Services Undertaking, shall be deemed to have been availed by the Resulting Company 3 or as the case may be deemed to be the obligations of the Resulting Company 3.

3.11.33 With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Demerged Company relating to the Financial Services Undertaking including all or any refunds/credit/claims/tax losses /unabsorbed depreciation relating thereto shall be treated as the asset/liability or refunds/credit/claims/tax losses / unabsorbed depreciation, as the case may be, of the Resulting Company 3.

3.11.34 The Resulting Company 3 is expressly permitted to revise its tax returns, electronically or physically, after taking credit for taxes paid including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, GST, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by the Demerged Company pertaining to Financial Services Undertaking previously disallowed in the hands of the Demerged Company under the Income Tax Act, 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, 1961 credit of foreign tax paid/withheld, if any, pertaining to Financial Services Undertaking of the Demerged Company, consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Financial Services Undertaking of the Demerged Company, upon the coming into effect of this Scheme.

CONSIDERATION:

3.11.35 Upon coming into effect of this Scheme and in consideration for the demerger, transfer and vesting of the Financial Services Undertaking of the Demerged Company into the Resulting

Company 3, in terms of this Scheme, the shareholders of the Demerged Company, whose names are reflected in the Register of Members of the Demerged Company as on Record Date 2 (which will also include the shareholders of Transferor Company 1, who have been allotted shares of the Transferee Company 1/Demerged Company, in terms of Part III – Section I of the Scheme), will be entitled to be allotted shares in the following manner:

For every 1 fully paid equity shares of Re. 1 [One] each, held by the shareholders of the Demerged Company in the Demerged Company, the shareholders of the Demerged Company will be entitled to 1 fully paid equity shares of Re. 1 [One] each in Resulting Company 3.

1.11.36 The equity shares to be issued and allotted under the Scheme by the Resulting Company 3 shall be subject to its Memorandum of Association and Articles of Association. The equity shares issued by the Resulting Company 3 shall rank pari passu in all respects, including dividends, voting and other rights, with its existing equity shares. In case the number of new shares to be issued by Resulting Company 3 pursuant to this Scheme is a fractional number, it shall be rounded off to the nearest whole number. The Board of Directors of the Resulting Company 3, shall, if and to the extent required, apply for and obtain any approvals from concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. The approval of this Scheme by the shareholders of all the concerned companies under Sections 230 to 232 of the Act, shall be deemed to constitute the approvals as may be required under any other applicable provisionsof the Act and any other consents and approvals required in this regard.

ACCOUNTING TREATMENT

3.11.37 The Financial Services Undertaking of the Demerged Company and Resulting Company 3 shall comply with generally accepted accounting practices in India, provisions of the Act and Accounting Standards as notified by Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, in relation to the underlying transactions in the Scheme including but not limited to the following:

3.12 ACCOUNTING TREATMENT IN THE BOOKS OF DEMERGED COMPANY:

3.12.1 With effect from the Appointed Date, the assets, liabilities and the reserves pertaining to the Financial Services Undertaking of the Demerged Company being transferred to the Resulting Company 3 shall be derecognized at values appearing inthe books of account of the Demerged Company as on the Appointed Date with a corresponding reduction in the securities premium and/or retained earnings.

3.12.2 Upon the Scheme becoming effective, the inter-company balances, if any, appearing in the books of accounts of the Demerged Company pertaining to the FinancialServices Undertaking and the

Resulting Company 3, shall stand cancelled.

3.12.3 Pursuant to the Scheme and as per Clause 3.14, the Demerged Company would cancel its investment in the Resulting Company 3 and charge the same to profit and loss account.

3.13 **ACCOUNTING TREATMENT IN THE BOOKS OF THE RESULTING COMPANY 3:**

3.13.1 Upon effectiveness of the Scheme and with effect from the Appointed Date, transfer of the Financial Services Undertaking of the Demerged Company shall be accounted for in the books of Resulting Company 3, applying the pooling of interests method in accordance with Appendix C to Ind AS 103- Business Combinations.

3.13.2 The Resulting Company 3 shall record the assets and liabilities of the Financial Services Undertaking of the Demerged Company vested in it pursuant to the Scheme, at their respective carrying values.

3.13.3 The identity of the reserves transferred of the Financial Services Undertaking shall be preserved and shall appear in the financial statements of the Resulting Company 3 in the same form in which they appeared in the financial statements of the Demerged Company with respect to the Financial Services Undertaking.

1.13.4 Pursuant to the Scheme and as per Clause 3.14, the Resulting Company 3 would cancel its paid-up equity share capital held by the Demerged company with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards)

1.13.5 In respect of new shares to be issued by Resulting Company 3, pursuant to the Scheme, as consideration, the Resulting Company 3 shall reflect the aggregate face value of shares issued as its equity share capital account.

1.13.6 The surplus/deficit, if any between the value of Net Assets (Excess of Value of Assetsover Value of Liabilities) and reserves pertaining to the Financial Services Undertaking of the Demerged Company, and the amount of equity share capital issued shall be added to/ reduced from the capital reserve/ reserve on demerger, as the case may be.

3.14 CANCELLATION OF DEMERGED COMPANY'S EQUITY SHAREHOLDING I N RESULTING COMPANY 3

3.14.1 On the Scheme becoming effective, the equity shares of the Resulting Company 3 held by the Demerged Company shall stand cancelled. Accordingly, the entire extent of the shareholding of the Demerged Company in Resulting Company 3, shall, as an integral part of the Scheme, stand cancelled, and no separate sanction of the NCLT inthis regard shall be required.

(B) CANCELLATION OF PREFERENCE SHARE CAPITAL OF THE DEMERGED COMPANY

3.15 Upon the Scheme becoming effective, with effect from the Appointed Date, and following the implementation of Part III - Section I and Part III - Section II of the Scheme, the Redeemable Preference Shares, if any, held by the holders ofRedeemable Preference Shares of the Demerged Company will stand cancelled without any further act, instrument or deed.

3.16 On effecting the cancellation of the Redeemable Preference Shares in terms of Clause 3.15, the share certificates in respect of the said Redeemable Preference Shares held by the holders of preference shares shall also be deemed to have been cancelled. Pursuant to the cancellation, any arrears of dividend on the said Redeemable Preference Shares or any other liability, whether present or contingent, upon the Scheme becoming effective, shall abate and there shall be no liability of the Demerged Company in respect of the Redeemable Preference Shares so cancelled.

3.17 Upon coming into effect of this Scheme and in consideration for the cancellation of the Redeemable Preference Shares, if any, in terms of Clause 3.15, the Resulting Company 3 will issue and allot to such holders of the Redeemable Preference Shares of the Demerged Company whose names are reflected in the Register of Preference Shareholders of the Demerged Company as on the Record Date 2, Redeemable Preference Shares in the following manner:

For every 1 (One) Redeemable Preference Share, held in the Demerged Company, 1 (One) Redeemable Preference Share of the same face value as on the Effective Date 2, of the Resulting Company 3 will be allotted.

The Resulting Company 3 will be obligated to pay dividend on such Redeemable Preference Shares from the date of allotment.

3.18 The cancellation of the Redeemable Preference Shares of the Demerged Company shall be effected as an integral part of this Scheme.

PART III

SECTION - III

DEMERGER AND VESTING OF LIFE INSURANCE UNDERTAKING AND DEMERGER AND VESTING OF GENERAL INSURANCE UNDERTAKING

3.19 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, following the demerger and vesting of the Financial Services Undertaking, the Life Insurance Undertaking of the Demerged Company, shall subject to the provisions of Clause 3.21 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisionsof law, be transferred to and vested in and shall be deemed to have been transferredto and vested in the Resulting Company 1.

3.20 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, following the demerger and vesting of the Financial Services Undertaking and the Life Insurance Undertaking, the General Insurance Undertaking of the Demerged Company, shall, subject to the provisions of Clause 3.21 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and vested in and shall be deemed to have been transferred to and vested in the Resulting Company 2.

3.21 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS & INVESTMENTS

3.21.1 In respect of such of the assets of the Life Insurance Undertaking and General Insurance Undertaking, as are movable in nature and/or otherwise capable of transfer by manual or constructive delivery and/or by endorsement and delivery, the same shall stand transferred by the Demerged Company to the Resulting Companies 1 and 2 respectively, upon the coming into effect of this Scheme pursuant to the applicable provisions of the Act without requiring any deed orinstrument of conveyance for transfer of the same, and shall become the property of the Resulting Companies 1 and 2 respectively.

3.21.2 In respect of assets other than those dealt with above, the same shall stand transferred to and vested in the Resulting Companies 1 and 2, as may be applicable, without any notice or other intimation to any person in pursuance of the relevant provisions of the Act to the end and intent that the right of the Demerged Company to recover or realize the same stands transferred to the Resulting Companies 1 and 2. The Resulting Companies 1 and 2 shall, at their sole discretion but without being obliged, give notice in such form as it may deem fit and proper, to such person, asthe case may be, that the said debt, receivable, bill, credit, loan, advance or deposit

stands transferred to and vested in the Resulting Companies 1 and 2, as may be applicable, and that appropriate modification should be made in their respective books/records to reflect the aforesaid changes.

3.21.3 Without prejudice to the generality of the foregoing, upon the coming into effect of this Scheme, all the rights, title, interest and claims of the Demerged Company in any leasehold/leave and licence/right of way properties of the Demerged Company in relation to the respective Demerged Insurance Undertakings, shall, pursuant to the relevant provisions of the Act, without any further act or deed, be transferred to andvested in or be deemed to have been transferred to or vested in the Resulting Companies 1 and 2, as may be applicable, on the same terms and conditions.

3.21.4 For the avoidance of doubt and without prejudice to the generality of the foregoing, it is expressly clarified that upon the coming into effect of this Scheme, all permits, licenses, permissions, right of way, approvals, clearances, consents, benefits, registrations, entitlements, credits, certificates, awards, sanctions, allotments, quotas, no objection certificates, exemptions, concessions, issued to or granted to or executed in favour of the Demerged Company, and the rights and benefits under the same, in so far as they relate to the Life Insurance Undertaking and General Insurance Undertaking respectively, and all quality certifications and approvals, trademarks, trade names, service marks, copy rights, domain names, designs, research and studies, technical knowhow and other intellectual properties and all other interests relating to the goods or services being dealt with by the Life Insurance Undertaking and General Insurance Undertaking respectively, the benefit of all statutory and regulatory permissions, environmental approvals and consents, registration or other licenses, and consents acquired by the Demerged Company in relation to the Life Insurance Undertaking and the General Insurance Undertaking respectively, shall be transferred to and vested in the Resulting Company 1 and Resulting Company 2 respectively, and the concerned licensors and grantors of such approvals, clearances, permissions, etc., shall endorse, where necessary, and record, in accordance with law, the Resulting Companies 1 and 2, as may be applicable, on such approvals, clearances, permissions so as to empower and facilitate the approval and vesting of the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company in the Resulting Company 1 and Resulting Company 2 respectively, and continuation of operations pertaining to the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company in the Resulting Company 1 and Resulting Company 2 respectively without hindrance, and that such approvals, clearances and permissions shall remain in full force and effect in favour of or against the Resulting Companies 1 and 2, as may be applicable, as the case may be, and may be enforced as fully and effectually as if, instead of the Demerged Company, the Resulting Companies 1 and2, as may be applicable had been a party or beneficiary or obligee or obligor thereto.

3.21.5 All assets, estate, rights, title, interest and authorities acquired by the Demerged Company after the Appointed Date and prior to the Effective Date for operation of the Life Insurance Undertaking and General Insurance Undertaking shall also stand transferred to and vested in the Resulting Company 1 and Resulting Company 2 respectively, upon the coming into effect of this Scheme.

3.21.6 Upon coming into effect of this Scheme, all debts, duties, obligations and liabilities (including contingent liabilities) of the Demerged Company relating to the Life Insurance Undertaking and General Insurance Undertaking shall without any further act, instrument or deed be and stand transferred to the Resulting Company 1and Resulting Company 2 respectively and shall thereupon become the debts, duties, obligations and liabilities of the Resulting Company 1 and Resulting Company 2 respectively, which they undertake to meet, discharge and satisfy to the exclusion of the Demerged Company and to keep the Demerged Company indemnified at all times from and against all such debts, duties, obligations and liabilities and from and against all actions, demands and proceedings in respect thereto. It shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, obligations, duties and liabilities have arisen in order to give effect to the provisions of this clause.

3.21.7 In so far as loans and borrowings of the Demerged Company are concerned with respect to the Life Insurance Undertaking and General Insurance Undertaking, and further, the loans and borrowings, if any which are of a general or multipurpose nature, such loans and borrowings, in the same proportion, which the value of the assets pertaining to the Life Insurance Undertaking and General Insurance Undertaking, respectively bear to the total value of assets of the Demerged Company, if any, which are to be transferred to the Resulting Companies 1 and 2 respectively in terms of Clause 3.21, and shall, without any further act or deed, become loans and borrowings of the Resulting Companies 1 and 2, as may be applicable, and all rights, powers, duties and obligations in relation thereto shall be and stand transferred to and vested in and shall be exercised by or against the Resulting Companies 1 and 2, as may be applicable, as if it had entered into such loans and incurred such borrowings. Subject to the above, from the Effective Date, the Resulting Companies 1 and 2, as may be applicable alone shall be liable to perform all obligations in respect of the liabilities of the Life Insurance Undertaking and General Insurance Undertaking respectively, as the borrower/issuer thereof, and the Demerged Company shall not have any obligations in respect of the said liabilities.

3.21.8 Where any of the liabilities and obligations of the Demerged Company as on the Appointed Date, relating to the Life Insurance Undertaking and General Insurance Undertaking, deemed to be transferred to the Resulting Company 1 and Resulting Company 2 respectively, have been discharged by the Demerged Company after the Appointed Date and prior to the Effective Date,

such discharge shall be deemed to have been for and on account of the Resulting Companies 1 and 2 respectively, and all liabilities and obligations incurred by the Demerged Company for the operations of the Life Insurance Undertaking and General Insurance Undertaking after the Appointed Date and prior to the Effective Date shall be deemed to have been incurred for and on behalf of the Resulting Companies 1 and 2 respectively, and to the extent of their outstanding on the Effective Date, shall also without any further act or deed be and stand transferred to the Resulting Companies 1 and 2 respectively, and shall become the liabilities and obligations of the Resulting Companies 1 and 2 respectively, which shall meet, discharge and satisfy the same.

3.21.9 Any claims, liabilities or demands arising on account of the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company which relates to the period prior to the Appointed Date but arises at any time after the Effective Date shall be entirely borne by the Resulting Companies 1 and 2 respectively.

3.21.10 Subject to the other provisions of this Scheme, in so far as the assets of the Life Insurance Undertaking and General Insurance Undertaking are concerned, the security, pledge, existing charges and mortgages, over such assets, to the extent theyrelate to any loans or borrowings of the Remaining Undertaking of the Demerged Company shall, without any further act, instrument or deed be released and discharged from the same and shall no longer be available as security, pledge, charges and mortgages in relation to those liabilities of the Demerged Company which are not transferred to the Resulting Companies 1 and 2, as may be applicable.

3.21.11 In so far as the assets of the Remaining Undertaking of the Demerged Company are concerned, the security, pledge, existing charges and mortgages over such assets, to the extent they relate to any loans or borrowings of the Demerged Insurance Undertakings shall, without any further act, instrument or deed be released and discharged from such security, pledge, charges and mortgages. The absence of any formal amendment which may be required by a bank and/or financial institution in order to affect such release shall not affect the operation of this clause.

3.21.12 In so far as the existing security in respect of the loans of the Demerged Company and other liabilities relating to the Remaining Undertaking of the Demerged Company are concerned, such security shall, without any further act, instrument or deed be continued with the Demerged Company only on the assets remaining with the Demerged Company.

3.21.13 Without any prejudice to the provisions of the foregoing clauses, the Demerged Company and the Resulting Companies 1 and 2, as may be applicable, shall enter into and execute such other deeds, instruments, documents and/or writings and/or do all acts and deeds as may be required, including the filing of necessary particulars and/or modification(s) of charge, with the concerned Registrar of Companies, to give formal effect to the provisions of this clause and foregoing clauses, if required.

3.21.14 Upon the coming into effect of this Scheme, the Demerged Company alone shall be liable to perform all obligations in respect of all debts, liabilities, duties and obligations pertaining to the Remaining Undertaking of the Demerged Company andthe Resulting Companies 1 and 2 shall not have any obligations in respect of the Remaining Undertaking of the Demerged Company.

3.21.15 The foregoing provisions shall operate, notwithstanding anything to the contrary contained in any instrument, deed or writing or the terms of sanction or issue or any security documents, all of which instruments, deeds or writings shall stand modified and/or superseded by the foregoing provisions.

3.21.16 It is hereby clarified that all assets and liabilities of the Life Insurance Undertaking and General Insurance Undertaking, which are set forth in the closing balance sheet of Demerged Company as on the close of business hours on the date immediately preceding the Appointed Date, shall be transferred at values appearing in the books of account of Demerged Company as on the Appointed Date.

LEGAL PROCEEDINGS

3.21.17 Upon the coming into effect of this Scheme, all legal or other proceedings (including before any statutory or quasi-judicial authority or tribunal) by or against the Demerged Company, under any statute, whether pending on the Appointed Date,or which may be instituted any time in the future and in each case relating to the Life Insurance Undertaking and General Insurance Undertaking, shall be continued and enforced by or against the Resulting Company 1 and Resulting Company 2, respectively after the Effective Date.

3.21.18 The Resulting Companies 1 and 2 shall have all legal or other proceedings initiated by or against the Demerged Company with respect to the Life Insurance Undertaking and General Insurance Undertaking, respectively, transferred into their respective names and to have the same continued, prosecuted and enforced by or against the Resulting Company 1 and Resulting Company 2, as may be applicable, tothe exclusion of the Demerged Company.

CONTRACTS, DEEDS, ETC.

3.21.19 Upon the coming into effect of this Scheme and subject to the provisions of this Scheme, all contracts, deeds, bonds, agreements, schemes, arrangements and other instruments of whatsoever nature in relation to the Life Insurance Undertaking and General Insurance Undertaking, respectively, to which the Demerged Company is a party or to the benefit of which the Demerged Company may be eligible, and which are subsisting or have effect immediately before the Effective Date, shall be in full force and effect by or against or in favour of the Resulting Companies 1 and 2 respectively, and may be enforced as fully and effectually as if, instead of the Demerged Company, the Resulting Companies 1 and/or 2, as the case may be had been a party or beneficiary or obligee or obligor thereto.

3.21.20 Notwithstanding the fact that vesting of the Life Insurance Undertaking and General Insurance Undertaking occurs by virtue of this Scheme itself, the Resulting Companies 1 and 2 respectively may, at any time after the coming into effect of this Scheme, in accordance with the provisions hereof, if so required, take such actions and execute such deeds (including deeds of adherence), confirmations or other writings or tripartite arrangements with any party to any contract or arrangement to which the Demerged Company is a party or any writings as may be necessary to be executed in order to give formal effect to the above provisions. The Resulting Companies 1 and 2, as the case may be, will, if necessary, also be a party to the above. The Resulting Companies 1 and 2, as the case may be, shall, under the provisions of this Scheme, be deemed to be authorised to execute any such writings on behalf of the Demerged Company and to carry out or perform all such formalities or compliances referred to above on the part of the Demerged Company to becarried out or performed.

SAVING OF CONCLUDED TRANSACTIONS

3.21.21 The transfer and vesting of the assets, liabilities and obligations of the Demerged Company with respect to the Life Insurance Undertaking and General Insurance Undertaking under the Scheme and the continuance of the proceedings byor against the Resulting Companies 1 and 2 respectively, under the Scheme, shall not affect any transactions or proceedings already completed by the Demerged Company on or after the Appointed Date, to the end and intent that the Resulting Companies 1 and 2, as the case may be accept all acts, deeds and things done and executed by and/or on behalf of the Demerged Company as acts, deeds and things made, done and executed by and on behalf of the Resulting Companies 1 and 2, as the case may be.

EMPLOYEES

3.21.22 Upon the coming into effect of this Scheme, all the employees relating to the Life Insurance Undertaking and General Insurance Undertaking that were employed by the Demerged Company, immediately before the Effective Date, shall become employees of the Resulting Companies 1 and 2 respectively, without any break or interruption of service and with the benefit of continuity of service on terms and conditions which are not less favourable than the terms and conditions as were applicable to such employees relating to the Life Insurance Undertaking and GeneralInsurance Undertaking of the Demerged Company immediately prior to the demerger.

3.21.23 The Resulting Company 1 and Resulting Company 2 agree that the service of all employees pertaining to the Life Insurance Undertaking and General Insurance Undertaking respectively, with the Demerged Company up to the Effective Date shall be taken into account for the purpose of all retirement benefits to which they may be eligible in the Demerged Company up to the Effective Date. Each of the Resulting Companies 1 and 2 further agree that for the

purpose of payment of any retrenchment compensation, gratuity or other terminal benefits, such past service with the Demerged Company, shall also be taken into account and agrees and undertakes to pay the same as and when payable.

3.21.24 Upon the coming into effect of this Scheme, the Resulting Companies 1 and 2, as the case may be, shall make all the necessary contributions for such transferred employees relating to the Life Insurance Undertaking and General Insurance Undertaking respectively, and deposit the same in provident fund, gratuity fund or superannuation fund or any other special fund or staff welfare scheme or any other special scheme. The Resulting Companies 1 and 2, as may be applicable, will also file relevant intimations in respect of the Life Insurance Undertaking and General Insurance Undertaking respectively, to the statutory authorities concerned who shall take the same on record and substitute the name of the Resulting Companies 1 and 2, as the case may be, for the Demerged Company.

3.21.25 In so far as the existing provident fund, gratuity fund and pension and /or superannuation fund/trusts, retirement funds or employees state insurance schemes or pension scheme or employee deposit linked insurance scheme or any other benefits, if any, created by the Demerged Company for employees of the Life Insurance Undertaking and General Insurance Undertaking are concerned, such proportion of the funds, contributions to the funds or the scheme or the investments made into the funds relatable to the employees pertaining to the Life Insurance Undertaking and General Insurance Undertaking respectively, as on the Effective Date, who are being transferred along with the respective Demerged Insurance Undertakings in terms of the Scheme, upon the coming into effect of this Scheme, shall be transferred to the necessary funds, schemes or trusts of the Resulting Company 1 and Resulting Company 2 respectively, and till the time such necessary funds, schemes or trusts are created by the Resulting Companies 1 and 2 respectively, all contribution shall continue to be made to the existing funds, schemes or trusts of the Demerged Company.

3.22 CONDUCT OF THE DEMERGED INSURANCE UNDERTAKINGS FOR THE RESPECTIVE RESULTING COMPANIES

With effect from the Appointed Date and up to and including the Effective Date:

3.22.1 The Demerged Company shall be deemed to have been carrying on and to be carrying on all business and activities relating to the Life Insurance Undertaking and General Insurance Undertaking and shall hold and stand possessed of and shall be deemed to hold and stand possessed of all the estates, assets, rights, title, interest, authorities, contracts, investments and strategic decisions of the Life Insurance Undertaking and General Insurance Undertaking for and on account of, and in trust for the Resulting Companies 1 and 2 respectively;

3.22.2 All profits and income accruing or arising to the Demerged Company from the Life Insurance Undertaking and General Insurance Undertaking, and any cost, charges, losses and expenditure arising or incurred by it (including taxes, if any, accruing or paid in relation to any profits or income) relating to the Life Insurance Undertaking and General Insurance Undertaking, shall, for all purposes, be treated as and be deemed to be the profits income, losses or expenditure, as the case may be, of the Resulting Companies 1 and 2 respectively;

3.22.3 Any of the rights, powers, authorities, privileges, attached, related or pertaining to the Life Insurance Undertaking and General Insurance Undertaking exercised by the Demerged Company shall be deemed to have been exercised by the Demerged Company for and on behalf of, and in trust for and as an agent of the Resulting Companies 1 and 2, as the case may be. Similarly, any of the obligations, duties and commitments attached, related or pertaining to the Life Insurance Undertaking and General Insurance Undertaking that have been undertaken or discharged by the Demerged Company shall be deemed to have been undertaken for and on behalf of and as an agent for the Resulting Companies 1 and 2 respectively;

3.22.4 The Demerged Company undertakes that it will preserve and carry on the business relating to the Demerged Insurance Undertakings with reasonable diligence and business prudence and shall not undertake financial commitments or sell, transfer, alienate, charge, mortgage, or encumber the Demerged Insurance Undertakings or any part thereof or recruit new employees or conclude settlements with union or employees or undertake substantial expansion or change the general character or nature of the business of the concerned Demerged Insurance Undertakings or any part thereof save and except in each case:

(a) if the same is in its ordinary course of business as carried on by it as on thedate of filing this Scheme; or

(b) if the same is expressly permitted by this Scheme; or

(c) if the prior written consent of the Board of Directors of the ResultingCompany 1 and Resulting Company 2, as the case may be, has been obtained.

3.22.5 The Demerged Company and/ or the Resulting Companies 1 and 2, shall be entitled, pending sanction of the Scheme, to apply to the Central/State Government(s), regulatory/local/ administrative bodies and all other agencies, departments and authorities concerned as are necessary under any law for such consents, approvals and sanctions which the respective Resulting Companies 1 and 2 may require to carry on the business of the respective Demerged Insurance Undertakings.

TAX CREDITS

3.22.6 The Resulting Companies 1 and 2 respectively will be the successor of the DemergedCompany

vis-à-vis the Life Insurance Undertaking and General Insurance Undertaking. Hence, it will be deemed that the benefit of any tax credits whether central, state or local, availed vis- à-vis the Life Insurance Undertaking and General Insurance Undertaking and the obligations, if any, for payment of taxes on any assets of the Life Insurance Undertaking and General Insurance Undertaking, shall be deemed to have been availed by the Resulting Companies 1 and 2 respectively.

3.22.7 With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Demerged Company relating to the Life Insurance Undertaking and General Insurance Undertaking respectively, including all or any refunds/credit/claims/ tax losses /unabsorbed depreciation relating thereto shall be treated as the asset/liability or refunds/credit/claims/tax losses /unabsorbed depreciation, as the case may be, of the Resulting Companies 1 and 2 respectively.

3.22.8 The Resulting Company 1 and 2 are expressly permitted to revise their tax returns, electronically or physically, after taking credit for taxes paid including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, GST, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by the Demerged Company pertaining to Life Insurance Undertaking and General Insurance Undertaking respectively, previously disallowed in the hands of the Demerged Company under the Income Tax Act, 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, 1961 credit of foreign tax paid/withheld, if any, pertaining to Life Insurance Undertaking and General Insurance Undertaking respectively, of the Demerged Company, consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Life Insurance Undertaking and General Insurance Undertaking respectively, of the Demerged Company, upon the coming into effect of this Scheme.

CONSIDERATION:

3.22.9 Upon coming into effect of this Scheme and in consideration for the demerger, transfer and vesting of the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company into the Resulting Company 1 and the Resulting Company 2 respectively, in terms of this Scheme, the shareholders of the Demerged Company whose named are reflected in the Register of Members of the Demerged Company as on the Record Date 2 (which will also include

the shareholders of Transferor Company 1, who have been allotted shares of the Transferee Company 1/Demerged Company, in terms of Part III – Section I of the Scheme), will be allotted shares in the following manner:

For every 1 (One) fully paid equity share of Re. 1 [One] each, held in the Demerged Company, the shareholders of the Demerged Company will be entitled to 1 (One) fully paid equity share of Re. 1 [One] each in the Resulting Company 1.

For every 1 (One) fully paid equity share of Re. 1 [One] each, held in the Demerged Company, the shareholders of the Demerged Company will be entitled to 1 (One) fully paid equity share of Re. 1 [One] each in the Resulting Company 2.

3.22.10 The equity shares to be issued and allotted under the Scheme by the Resulting Company 1 and Resulting Company 2, shall be subject to the Memorandum of Association and Articles of Association of the Resulting Company 1 and Resulting Company 2 respectively. The equity shares issued by the Resulting Company 1 and Resulting Company 2 (as the case may be), shall rank pari passu in all respects, including dividends, voting and other rights, with the existing equity shares of the Resulting Company 1 and Resulting Company 2 respectively. In case the number of new shares to be issued by Resulting Company 1 and/or Resulting Company 2 pursuant to this Scheme is a fractional number, it shall be rounded off to the nearest whole number. The Board of Directors of the Resulting Company 1 and Resulting Company 2 (as the case may be), shall, if and to the extent required, apply for and obtain any approvals from the concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. Theapproval of this Scheme by the shareholders of all the concerned companies under Sections 230 to 232 of the Act, shall be deemed to constitute the approvals as maybe required under any other applicable provisions of the Act and any other consentsand approvals required in this regard.

ACCOUNTING TREATMENT

The Demerged Insurance Undertakings of Demerged Company and Resulting Company 1 and Resulting Company 2 shall comply with generally accepted accounting practices in India, provisions of the Act and accounting standards as notified by Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, in relation to the underlying transactions in the Scheme including but not limited to the following.

3.23 <u>ACCOUNTING TREATMENT IN THE BOOKS OF DEMERGED COMPANY:</u>

323.1 With effect from the Appointed Date, the assets, liabilities and the reserves pertaining to the Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company being transferred to Resulting Company 1 and Resulting Company 2 respectively, shall be

derecognized at values appearing in the books of account of the Demerged Company as on the Appointed Date with a corresponding reduction in the securities premium and or retained earnings.

3.23.2 Upon the Scheme becoming effective, the inter-company balances, if any, appearing in the books of accounts of the Demerged Company pertaining to the Life Insurance Undertaking and General Insurance Undertaking, and the Resulting Company 1 and Resulting Company 2, shall stand cancelled.

3.23.3 Pursuant to the Scheme and as per Clause 3.25, the Demerged company would cancel its investment in Resulting Company 1 and Resulting Company 2 and charge the same to profit and loss account.

3.24 **ACCOUNTING TREATMENT IN THE BOOKS OF THE RESULTING COMPANIES:**

3.24.1 Upon effectiveness of the Scheme and with effect from the Appointed Date, transfer of the Life Insurance Undertaking and the General Insurance Undertaking of the Demerged Company shall be accounted for in the books of Resulting Company 1 and Resulting Company 2 respectively, applying the pooling of interests method in accordance with Appendix C to Ind AS 103- Business Combinations.

3.24.2 The Resulting Company 1 and Resulting Company 2 shall record the assets and liabilities of the Life Insurance Undertaking and the General Insurance Undertaking of the Demerged Company respectively, vested in each of them, pursuant to the Scheme, at their respective carrying values.

3.24.3 The identity of the reserves transferred of the Life Insurance Undertaking and General Insurance Undertaking shall be preserved and shall appear in the financial statements of the Resulting Company 1 and Resulting Company 2 in the same formin which they appeared in the financial statements of the Demerged Company with respect to the Life Insurance Undertaking and General Insurance Undertaking.

3.24.4 Pursuant to the Scheme and as per Clause 3.25, the Resulting Company 1 and Resulting Company 2 would cancel its paid-up equity share capital held by theDemerged company with a corresponding adjustment to 'Equity' (as per the principles of Indian Accounting Standards)

3.24.5 In respect of new shares to be issued by Resulting Company 1 and Resulting Company 2, pursuant to the Scheme, as consideration, the Resulting Company 1 and Resulting Company 2, shall reflect the aggregate face value of shares issued as its equity share capital respectively.

3.24.6 The surplus/deficit, if any between the value of Net Assets (Excess of Value of Assets over Value of Liabilities) and reserves pertaining to the Life Insurance Undertaking and the General Insurance Undertaking of the Demerged Company, and the amount of equity share capital

issued shall be added to/reduced from the capital reserve/ reserve on demerger, as the case may be.

3.25 CANCELLATION OF DEMERGED COMPANY'S EQUITY SHAREHOLDING I N RESULTING COMPANY 1 AND RESULTING COMPANY 2

On the Scheme becoming effective, and as an integral part of the Scheme, the equity shares of the Resulting Company 1 and Resulting Company 2 held by the Demerged Company shall stand cancelled. Accordingly, the entire shareholding of the Demerged Company in Resulting Company 1 and Resulting Company 2, shall, as an integral partof the Scheme, stand cancelled, and no separate sanction of the NCLT in this regard shall be required.

PART – III
SECTION – IV

AMALGAMATION OF TRANSFEROR COMPANY 2 WITH TRANSFEREE COMPANY 2

3.26 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, and following the amalgamation of the Transferor Company 1 with Transferee Company 1, and the demerger & vesting of the Financial Services Undertaking, Life Insurance Undertaking and General Insurance Undertaking with the respective Resulting Companies, the Transferor Company 2 with its Remaining Undertaking shall, together with all of its movable assets, immovable properties, investments, licenses, benefits, entitlements, incentives, concessions, contracts, intellectual property, employees, proceedings, rates, duties, cess, books & records as also the liabilities, shallsubject to the provisions of Clause 3.27 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and vested in and shall be deemed to have been transferred to and vested in the Transferee Company 2, as a going concern.

3.27 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS, IMMOVABLE PROPERTIES & INVESTMENTS

3.27.1 In respect of such assets of the Transferor Company 2 which are moveable in nature or are otherwise capable of transfer by delivery of possession, payment or by endorsement and delivery, the same shall be transferred to and vested in TransfereeCompany 2 and shall become the property of the Transferee Company 2. The vesting pursuant to this paragraph shall be deemed to have occurred by manual delivery or endorsement, as appropriate to the property being vested and the title to the property shall be deemed to have been transferred accordingly, without requiring execution of any deed or instrument of conveyance for the same.

3.27.2 In respect of such assets of the Transferor Company 2, which are or represent Investments registered and/or held in any form by or beneficial interest wherein is owned by the Transferor Company 2, the same shall stand transferred/transmitted to and vested in the Transferee Company 2, together with all rights, benefits, and interest therein or attached thereto, without any further act or deed, and thereupon the Transferor Company 2 shall cease to be the registered and/or the beneficial owner of such investments. The Transferor Company 2 shall be deemed to be holding such investments for and on behalf of and in trust for and for the benefit of the Transferee Company 2, and all profits or dividends and other rights or benefits accruing/paid/distributed on such investments and all taxes thereon, or losses arising or expenses incurred relating to such investments, shall, for all intent and purposes, be treated

as the profits, dividends, rights, benefits, taxes, losses, or expenses, as the case may be, of the Transferee Company 2.

3.27.3 In respect of such of the moveable assets belonging to the Transferor Company 2, other than those specified in Clauses 3.27.1 and 3.27.2 above, including sundry debtors, outstanding loans and advances, if any, recoverable in cash or in kind or value to be received, bank balances and deposits, if any, the same shall [notwithstanding whether there is any specific provision for transfer of credits, assets or refunds under any Applicable Law, wherever applicable], without any further act, instrument or deed by the Transferor Company 2 or the Transferee Company 2 or the need for any endorsements, stand transferred from the Transferor Company 2, to and in favour of the Transferee Company 2. Any security, lien, encumbrance, or charge created over any assets in relation to the loans, debentures or borrowings or any other dues of the Transferor Company 2, shall, without any further act or deed, stand transferred to the benefit of the Transferee Company 2, which will have all the rights of the Transferor Company 2 to enforce such security, lien, encumbrance or charge, by virtue of this Scheme.

3.27.4 All immovable properties of the Transferor Company 2 [i.e. land together with the buildings and structures standing thereon or under construction, whether freehold, leasehold, leave and licensed or otherwise], including any tenancies in relation to office space, guest houses and residential premises including those provided to/occupied by the employees and all documents of title, rights and easements in relation thereto and all plant and machineries constructed or embedded or attached to any such immovable properties and all rights, covenants, continuing rights, title and interest in connection with the said immovable properties, shall stand transferred to and vested in the Transferee Company 2, without any further act or deed done/ executed or being required to be done/executed by the Transferor Company 2 or the Transferee Company 2. The Transferee Company 2 shall be entitled to exercise and enjoy all rights and privileges attached to the immovable properties and shall be liable to pay the ground rent and taxes and fulfill all obligations and be entitled to all rights in relation to or as applicable to such immovable properties.

LICENSES

3.27.5 All licenses relating to the Transferor Company 2 shall stand transferred to and vested in the Transferee Company 2, without any further act or deed by the Transferor Company 2 or the Transferee Company 2, and be in full force and effect in favour of the Transferee Company 2, as if the same, were originally given to, issued to or executed in favour of the Transferee Company 2, and the Transferee Company 2 shall be bound by the terms thereof, the obligations and duties thereunder, and the rights and benefits under the same shall be available to the Transferee Company 2.

3.27.6 Any and all approvals obtained by the Transferor Company 2 for the purpose of carrying on its business, shall inure to the benefit of the Transferee Company 2, subject to Applicable Laws, and the Transferee Company 2 shall be entitled to continue these operations from these various locations, without having to obtain any further approvals, or undertake any further processes, under any Applicable Law.

BENEFITS, ENTITLEMENTS, INCENTIVES AND CONCESSION

3.27.7 All benefits, entitlements, incentives and concessions under incentive schemes and policies that the Transferor Company 2 is entitled to, including under service tax, Goods and Services Tax (including the Integrated Goods and Services Tax input tax credit, Central Goods and Services Tax input tax credit and State Goods and Services Tax input tax credit), VAT, sales tax and income tax laws, shall to the extent statutorily available and along with associated obligations, stand transferred to and vested in and be available to the Transferee Company 2, as if the Transferee Company 2 was originally entitled to all such benefits, entitlements, incentives and concessions. All cheques (including post-dated cheques, subject to complying with procedural requirements under Applicable Law, if any) and other negotiable instruments, payment orders received or presented for encashment which are in thename of the Transferor Company 2, shall on and from the Effective Date stand transferred to, and without any further, act or deed, be treated as having been issued to or by the Transferee Company 2, and shall be accepted by the bankers of the Transferee Company 2 and credited to the account of the Transferee Company 2. All legal rights in relation to such cheques and negotiable instruments shall stand vested in the Transferee Company 2. Any standing instructions concerning payment obligations, or ENACH forms signed by the Transferor Company 2 shall be deemedto have been issued or signed by the Transferee Company 2, and the concerned authority to whom such instructions have been provided or forms signed shall accept the same.

CONTRACTS

3.27.8 All contracts of the Transferor Company 2, including without limitation documents & agreements relating to creation of security, subsisting or having effect immediately before the Effective Date, with respect to such Transferor Company 2, shall stand transferred to and vested in the Transferee Company 2 and be in full force and effect in favour of the Transferee Company 2 and may be enforced by or against it as fully and effectually as if, instead of the Transferor Company 2 (as the case may be), the Transferee Company 2 had been a party or beneficiary thereto.

3.27.9 All guarantees provided by any bank in favour of the Transferor Company 2, outstanding as on the Effective Date, shall vest in the Transferee Company 2 and shall ensure to the benefit of the Transferee Company 2 and all guarantees issued bythe bankers of the Transferor Company 2, favouring any third party shall be deemedto have been issued at the request of the Transferee

Company 2 and continue in favour of such third party till their maturity or earlier termination.

3.27.10 It shall not be necessary to obtain the consent of any third party or other person, who is a party to any such contract or arrangement to give effect to the provisions of this paragraph.

EMPLOYEES

3.27.11 All the employees in the service of the Transferor Company 2, shall be deemed to have become the employees of the Transferee Company 2, with effect from the Appointed Date, and shall stand transferred to the Transferee Company 2, without any interruption of service and on terms and conditions no less favourable than those on which they are engaged by the Transferor Company 2 as on the Effective Date, including in relation to the level of remuneration and contractual and statutory benefit, incentive plans, employee stock options and pension schemes, terminal benefits, gratuity plans, provident plans, and any other retirement benefits.

3.27.12 In the event of retrenchment of such employees, the Transferee Company 2 shall be liable to pay compensation in accordance with law on the basis that the services of the employees shall have been continuous and shall not have been interrupted by reason of such transfer; and

3.27.13 It is provided that as far as the Provident Fund, Gratuity, Pension, Superannuation Fund or any other special funds that are applicable to the employees of the Transferee Company 2 and existing in the Transferee Company 2 for the benefit of the employees of the Transferee Company 2, the same shall also be extended to the employees of the Transferor Company 2 upon the Scheme becomingfinally effective.

3.27.14 All contributions made by the Transferor Company 2, on behalf of its employees, and all contributions made by the employees including the interest arising thereon, to the funds standing to the credit of such employees' account with such funds, shall, upon this Scheme becoming effective, be transferred to the funds maintained by the Transferee Company 2, along with such of the investments made by such funds which are referable and allocable to the employees and the Transferee Company 2 shall stand substituted for the Transferor Company 2 with regard to its obligations to make the said contributions.

3.27.15 In relation to those employees for whom the Transferor Company 2 is making contributions to the Government provident fund, the Transferee Company 2 shall stand substituted in its place, for all purposes, including in relation to the obligation to make contributions to such funds in accordance with the provisions of such funds, bye-laws etc., in respect of the employees.

3.27.16 The Transferee Company 2 shall continue to abide by the agreement(s) and settlement(s) entered into with the employees of the Transferor Company 2, if any, in terms of such agreement(s) and settlement(s) subsisting on the Effective Date, in relation to the employees.

PROCEEDINGS

3.27.17 With effect from the Appointed Date and upon the Scheme becoming effective, all suits, actions and proceedings of whatsoever nature by or against the Transferor Company 2, shall, on the Effective Date, be continued and enforced by or against the Transferee Company 2.

3.27.18 Upon the Scheme becoming effective the name of the Transferor Company 2 shall stand substituted by the name of the Transferee Company 2 in any pending dispute or arbitral proceedings, and the Transferee Company 2 shall be entitled to continue the proceedings, in its name, from the stage at which the proceedings stand, as on the Effective Date.

3.27.19 The Transferee Company 2 undertakes to have all legal or other proceedings initiated by or against the Transferor Company 2 in respect of matters referred above transferred into its name and to have the same continued, prosecuted and enforced by or against the Transferee Company 2 to the exclusion of the Transferor Company 2.

LIABILITIES, DEBTS, OBLIGATIONS & SECURITY:

3.27.20 With effect from the Appointed Date, the debts, liabilities, contingent liabilities, duties and obligations of every kind, nature and description relatable to the Transferor Company 2 shall, under the provisions of Sections 230 to 232 and all other applicable provisions, if any, of the Act, and without any further act or deed, betransferred to or be deemed to be transferred to the Transferee Company 2, so as to become from the Appointed Date the debts, liabilities, contingent liabilities, duties and obligations of the Transferee Company 2 and it shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, liabilities, contingent liabilities, duties and obligations have arisen, in order to give effect to the provisions of this sub- clause.

3.27.21 Where any of the liabilities and obligations/assets attributed to the Transferor Company 2 on the Appointed Date have been discharged/ sold by the Transferor Company 2 after the Appointed Date and prior to the Effective Date, such discharge/sale shall be deemed to have been for and on behalf of the Transferee Company 2.

3.27.22 Any payment or discharge of any liabilities, debts or obligations pertaining to the Transferor Company 2 by the Transferee Company 2 shall be deemed to have been made for and on behalf of the Transferor Company 2, and shall constitute a valid discharge.

3.27.23 This Scheme shall not operate to enlarge or extend the security for any of the liabilities of the Transferor Company 2 and the Transferee Company 2 shall not be obliged to create any further or additional security therefor, after the Effective Date, unless otherwise agreed to by the Transferee Company 2.

3.27.24 In so far as the existing security in respect of the Liabilities is concerned, such security shall, without any further act, instrument or deed be modified and shall be extended to, and shall operate only over the assets of the Transferor Company 2 which have been charged and secured, and subsisting as on the Effective Date, in respect of the Liabilities. Provided that if any of the assets of the Transferor Company 2 have not been charged or secured in respect of the Liabilities, such assets shall remain unencumbered and the existing security referred to above shall not be extended to, and shall not operate over such assets.

TAX TREATMENT

3.27.25 All taxes, rates, duties, fees, cess etc., that are allocable, referable or related to the Transferor Company 2, payable, whether due or not, from the Appointed Date, including all advance tax payments, tax deducted at source, tax liabilities, tax obligations or any refunds, credits and claims shall, for all intent and purposes, be treated as the liability, obligations or refunds, credit and claims, as the case may be, of the Transferee Company 2.

3.27.26 Further, it will be deemed that the benefit of any tax credits whether central, state or local, availed by the Transferor Company 2, and the obligations, if any, for payment of taxes on any assets etc. shall be deemed to have been availed by Transferee Company 2.

3.27.27 With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Transferor Company 2, including all or any refunds/credit/ claims/tax losses /unabsorbed depreciation relating thereto shall be treated as the asset/ liability or refunds/credit/claims/tax losses /unabsorbed depreciation, as the case may be, of the Transferee Company 2.

3.27.28 The Transferee Company 2 is expressly permitted to revise its tax returns, electronically or physically after taking credit for taxes paid including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, GST, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by Transferee Company 2 previously disallowed in the hands of Transferor Company 2 under the Income Tax Act, 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, 1961 credit of foreign tax paid/withheld, if any, pertaining to Transferor Company 2, consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Transferor Company 2 upon the coming into effect of this Scheme.

3.27.29 It is further clarified that the Transferee Company 2 shall have the right to claim refunds, tax credits, set-offs and/or adjustments relating to the income or transactions it has entered into, by virtue of this Scheme with effect from the Appointed Date. The taxes or duties paid by, for, or on behalf of the Transferor Company 2, relating to the period on or after Appointed Date, shall be deemed to be the taxes or duties paid by the Transferee Company 2, which shall be entitled to claim credit or refund for such taxes or duties.

BOOKS AND RECORDS

3.27.30 All books, records, files, papers, catalogues, quotations, advertising materials, if any, lists of present and former clients, subscribers, and all other books and records, whether in physical or electronic form, of the Transferor Company 2, to the extent possible and permitted under Applicable Laws, be handed over by them to the Transferee Company 2.

CONDUCT OF BUSINESS TILL THE EFFECTIVE DATE:

3.27.31 With effect from the Appointed Date and up to and including the EffectiveDate:

(a) The Transferor Company 2 shall both carry on, and be deemed to have been carrying on, all business activities and shall hold and stand possessed, and shall be deemed to have held and possessed, of all the assets, rights, title, interest, authorities, contracts, investments, decisions for and on account of, and in trust for, the Transferee Company 2.

(b) All profits or income or taxes, including but not limited to income tax, fringe benefit tax, advance taxes, tax deducted at source by or on behalf of the Transferor Company 2, minimum alternate tax credit, dividend distribution tax, securities transaction tax, taxes withheld/ paid in a foreign country, wealth tax, sales tax, value added tax, excise duty, service tax, Goods and Services Tax, customs duty, refund, reliefs, etc., accruing or arising to the Transferor Company 2, or losses arising or expenditure incurred by it, on and from Appointed Date upto the Effective Date,shall for all purposes be treated as, and be deemed to be treated as, the profits or income or losses or expenditure or the taxes of the Transferee Company 2.

(c) The Transferor Company 2 shall carry on its business activities with proper prudence and diligence and shall not, without prior written consent of the Transferee Company 2, alienate, charge or otherwise deal with or dispose off its business Undertaking(s) or any part thereof (except in the ordinary course of business or pursuant to any pre-existing obligations undertaken by the Transferor Company 2 prior to the Appointed Date).

(d) The Transferor Company 2 shall be permitted to make modification to its capital structure, either by an increase (by issue of rights shares, bonus shares, convertible debentures or otherwise), decrease, reclassification, sub-division or reorganisation or in any other

manner, whatsoever, in the normal course of business or in pursuance of this Scheme, without having to seek the explicit consent of the Boardof Directors of the Transferee Company 2.

(e) The Transferor Company 2 shall not vary, except in the ordinary course of business, the terms and conditions of employment of its employees without the consent of the Board of Directors of the Transferee Company 2, and any promotions,increments etc provided to employees shall be as per standard business practices employed in the normal course of business by Transferor Company 2.

(f) All assets acquired, leased or licensed, benefits, entitlements, incentives and concessions granted, contracts entered into, liabilities incurred and proceedings initiated or made party to, between the Appointed Date and the Effective Date by theTransferor Company 2 shall be deemed to be transferred to and vested in the Transferee Company 2. For avoidance of doubt, where any of the Liabilities as on theAppointed Date [deemed to have been transferred to the Transferee Company 2] have been discharged by the Transferor Company 2, on or after the Appointed Date, but before the Effective Date, such discharge shall be deemed to have been for and on behalf of the Transferee Company 2 for all intent and purposes and under Applicable Laws.

(g) With effect from the Effective Date, the Transferee Company 2 shall carry on and shall be authorized to carry on the businesses of the Transferor Company 2, and till such time as the name of the account holder in the bank accounts of the Transferor Company 2, are substituted by the bank in the name of the Transferee Company 2, the Transferee Company 2 shall be entitled to operate such bank accounts of the Transferor Company 2, in its name, in so far as may be necessary.

(h) To the extent possible, pending sanction of this Scheme, the Transferor Company 2,or the Transferee Company 2 shall be entitled to apply to the relevant GovernmentalAuthorities and other third parties, concerned, as may be necessary under any lawor contract for transfer or modification of such consents, approvals and sanctions which the Transferee Company 2 may require to own and carry on the businesses ofthe Transferor Company 2, with effect from the Effective Date and subject to this Scheme being sanctioned.

(i) For the purpose of giving effect to the order passed under Sections 230 to 232 of the Act, in respect of this Scheme, by the NCLT, the Transferor Company 2 shall, upon the Scheme becoming effective, be entitled to get the record of the change in the legal right(s) standing in the names of the Transferor Company 2, in its favour inaccordance with such order and the provisions of the Act, and any Applicable Laws.

j) The Transferor Company 2 shall declare or pay any dividends, as per its usual practice, and in accordance with the applicable provisions of the Companies Act, 2013, whether interim or final, to its respective equity shareholders in respect of theaccounting period prior to the Appointed Date, and between the Appointed Date andEffective Date (subject to Applicable Law), without requiring any prior approval from the Board of Directors of Transferee Company 2. Nothing contained in this Scheme shall be deemed to affect the right and power of the Transferor Company 2 to declare dividends as per the applicable provisions of the Companies Act, 2013.

3.28 CONSIDERATION

3.28.1 Upon coming into effect of this Scheme and in consideration for the amalgamation of the Transferor Company 2 along with its Remaining Undertaking into the Transferee Company 2, in terms of this Scheme, the shareholders of the Transferor Company 2, whose names are reflected in the Register of Members of the Transferor Company 2 as on the Record Date 2 (which will also include the shareholders of Transferor Company 1, who have been allotted shares of the Transferee Company 1/Demerged Company, in terms of Part III – Section I of the Scheme), will be entitledto be allotted shares in the following manner:

For every 10,00,00,000 (Ten Crore) fully paid equity shares of Re. 1 [One] each, held in the Transferor Company 2, the shareholders of the Transferor Company 2 will be entitled to 97,83,305 (Ninety Seven Lakhs Eighty Three Thousand Three Hundred and Five) fully paid equity shares of Rs. 10 [Ten] each of the Transferee Company 2.

3.28.2 The equity shares to be issued and allotted under Part III – Section IV of the Scheme by the Transferee Company 2 shall be subject to its Memorandum of Association and Articles of Association. The equity shares issued by the Transferee Company 2 shall rank pari passu in all respects, including dividends, voting and other rights, with its existing equity shares. The Board of Directors of the Transferee Company 2, shall, if and to the extent required, apply for and obtain any approvals from concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. The approval of this Scheme by the shareholders of all the concerned companies under Sections 230 to 232 of the Act, shall be deemed to constitute the approvals as may be required under any other applicable provisions of the Act and any other consents and approvals required in this regard.

3.29 ACCOUNTING TREATMENT IN THE BOOKS OF TRANSFEREE COMPANY 2

3.29.1 Upon effectiveness of the Scheme and with effect from the Appointed Date, the amalgamation will be accounted in accordance with the "acquisition method" prescribed under the Indian Accounting Standard – 103 Business Combinations as notified under Section 133 of the Act, read together with Paragraph 3 of the Companies (Indian Accounting Standard) Rules, 2015.

3.29.2 The Transferee Company 2 shall recognise separately from goodwill; the identifiable assets acquired, and the liabilities assumed, including such assets and liabilities that the Transferor Company 2 had not previously recognised in its financial statements.

3.29.3 The Transferee Company 2 shall measure the identifiable assets and liabilities acquired and account for the same at their fair values determined as on the Appointed Date.

3.29.4 The Transferee Company 2 shall record the equity shares issued and allotted as consideration at fair value as on the Appointed Date. The total face value of the equity shares on such issue shall be added to the share capital account and the balance shall be added to the securities premium account.

3.29.5 The investment in Transferee Company 2 held by Transferor Company 2 would get cancelled with a corresponding reduction in the Equity Share capital of the Transferee Company 2. The difference between the fair value of such investment recognised as per the "acquisition method" and the face value of shares cancelled by the Transferee Company 2 shall be reduced from the securities premium account of the Transferee Company 2.

3.30 AMENDMENT TO THE MEMORANDUM OF ASSOCIATION OF TRANSFEREECOMPANY 2:

Upon the coming into effect of this Scheme, the following main object shall as part and parcel of this Scheme stand added after Clause 13 of Clause III of the Memorandum of Association of Transferee Company 2 (relating to the objects for which the company has been established), pursuant to Section 13 of the Act and the Memorandum of Association of Transferee Company 2 shall, without any further act or deed, stand amended as follows:

14. *To engage in the business of investment promotion including facilitating Strategic Investor/ Private Equity investor / third parties to invest in promoted entities, to form, promote any Company or Companies, whether Indian or foreign, having amongst its or their objects the acquisition of all or any of the assets or control or development of the Company, which could or might directly or indirectly assist the Company in the management of its business or the development of its properties and to pay all or any of the costs and expenses in connection with any such promotion or incorporation and to remunerate any person or Company in any matter it shall think fit for services rendered orto be rendered in obtaining subscriptions for or guaranteeing the subscription of or placing of any shares in the capital of the Company or any bonds, debentures, obligations or securities of the Company .*

15. *To carry on the business of Portfolio managers in syndicates in software and in shares, debentures, stocks or any other money market instruments*."

3.31 CANCELLATION OF TRANSFEROR COMPANY 2'S EQUITY SHAREHOLDING INTRANSFEREE COMPANY 2

On the Scheme becoming effective, the entire shareholding of the Transferor Company 2 held in the Transferee Company 2 shall stand cancelled, and no separate sanction of the NCLT in this regard shall be required.

3.32 SAVING OF CONCLUDED TRANSACTIONS:

The transfer and vesting of the Transferor Company 2 with and into the Transferee Company 2 under Part III of this Scheme, shall not affect any transaction or proceedingsalready completed or liabilities incurred by the Transferor Company 2, either prior to, or on or after the Appointed Date till the Effective Date, to the end and intent that the Transferee Company 2 shall accept and adopt all acts, deeds and things done and executed by or on behalf of the Transferor Company 2, in respect thereto as acts, deeds and things done and executed by and on behalf of itself.

3.33 DISSOLUTION OF THE TRANSFEROR COMPANY 2

Subject to an order being made by the NCLT under Sections 230 to 232 of the Act, the Transferor Company 2 shall stand dissolved without the process of winding up on the Scheme becoming effective in accordance with the provisions of the Act and the Rules made thereunder.

PART - III

SECTION - V

AMALGAMATION OF TRANSFEROR COMPANY 3 WITH TRANSFEREE COMPANY 2

3.34 Upon the coming into effect of this Scheme, and with effect from the Appointed Date, Transferor Company 3, shall, together with all of its movable assets, immovable properties, investments, licenses, benefits, entitlements, incentives, concessions, contracts, intellectual property, employees, proceedings, rates, duties, cess, books & records as also the liabilities, shall subject to the provisions of Clause 3.35 hereof in relation to the mode of vesting, without any further act or deed, in accordance with Sections 230 to 232 of the Act and all other applicable provisions of law, be transferred to and vested in and shall be deemed to have been transferred to and vested in the Transferee Company 2, as a going concern.

3.35 Without prejudice to the generality of the foregoing paragraph, upon the Scheme becoming effective, on and from the Appointed Date:

MOVABLE ASSETS, IMMOVABLE PROPERTIES & INVESTMENTS

3.35.1 In respect of such assets of the Transferor Company 3, which are moveable in nature or are otherwise capable of transfer by delivery of possession, payment or by endorsement and delivery, the same shall be transferred to and vested in TransfereeCompany 2 and shall become the property of the Transferee Company 2. The vesting pursuant to this paragraph shall be deemed to have occurred by manual delivery or endorsement, as appropriate to the property being vested and the title to the property shall be deemed to have been transferred accordingly, without requiring execution of any deed or instrument of conveyance for the same.

3.35.2 In respect of such assets of the Transferor Company 3, which are or represent Investments registered and/or held in any form by or beneficial interest by it, the same shall stand transferred/transmitted to and vested in the Transferee Company 2, together with all rights, benefits, and interest therein or attached thereto, without any further act or deed, and thereupon the Transferor Company 3 shall cease to be the registered and/or the beneficial owner of such investments. The Transferor Company 3 shall be deemed to be holding such investments for and on behalf of and in trust for and for the benefit of the Transferee Company 2 and all profits or dividends and other rights or benefits accruing/paid/distributed on such investments and all taxes thereon, or losses arising or expenses incurred relating to such investments, shall, for all intent and purposes, be treated as the profits, dividends, rights, benefits, taxes, losses, or expenses, as the case may be, of theTransferee Company 2.

3.35.3 In respect of such of the moveable assets belonging to the Transferor Company 3, other than those specified in Clauses 3.35.1 and 3.35.2 above, including sundry debtors, outstanding loans

and advances, if any, recoverable in cash or in kind or value to be received, bank balances and deposits, if any, the same shall [notwithstanding whether there is any specific provision for transfer of credits, assets or refunds under any Applicable Law, wherever applicable], without any further act, instrument or deed by the Transferor Company 3 or the Transferee Company 2 or the need for any endorsements, stand transferred from the Transferor Company 3, to and in favour of the Transferee Company 2. Any security, lien, encumbrance, or charge created over any assets in relation to the loans, debentures or borrowings or any other dues of the Transferor Company 3, shall, without any further act or deed, stand transferred to the benefit of the Transferee Company 2, which will have all the rights of Transferor Company 3 to enforce such security, lien, encumbrance or charge, by virtue of this Scheme.

3.35.4 All immovable properties of the Transferor Company 3 [i.e. land together with the buildings and structures standing thereon or under construction, whether freehold, leasehold, leave and licensed or otherwise], including any tenancies in relation to office space, guest houses and residential premises including those provided to/occupied by the employees and all documents of title, rights and easements in relation thereto and all plant and machineries constructed or embedded or attached to any such immovable properties and all rights, covenants, continuing rights, title and interest in connection with the said immovable properties, shall stand transferred to and vested in the Transferee Company 2, without any further act or deed done/ executed or being required to be done/executed by the Transferee Company 2, or Transferor Company 3. The Transferee Company 2 shall be entitled to exercise and enjoy all rights and privileges attached to the immovable properties and shall be liable to pay the ground rent and taxes and fulfill all obligations and be entitled to all rights in relation to or as applicable to such immovable properties.

LICENSES

3.35.5 All licenses relating to the Transferor Company 3 shall stand transferred to and vested in the Transferee Company 2, without any further act or deed by the Transferor Company 3, or the Transferee Company 2, and be in full force and effect in favour of the Transferee Company 2, as if the same, were originally given to, issued to or executed in favour of the Transferee Company 2, and the Transferee Company 2 shall be bound by the terms thereof, the obligations and duties thereunder, and the rights and benefits under the same shall be available to the Transferee Company 2.

3.35.6 Any and all approvals obtained by the Transferor Company 3 for the purpose of carrying on its businesses, shall inure to the benefit of the Transferee Company 2, subject to Applicable Laws, and the Transferee Company 2 shall be entitled to continue these operations from these various locations, without having to obtain any further approvals, or undertake any further processes, under any Applicable Law.

BENEFITS, ENTITLEMENTS, INCENTIVES AND CONCESSION

3.35.7 All benefits, entitlements, incentives and concessions under incentive schemes and policies that the Transferor Company 3 are entitled to, including underservice tax, Goods and Services Tax (including the Integrated Goods and Services Tax input tax credit, Central Goods and Services Tax input tax credit and State Goodsand Services Tax input tax credit), VAT, sales tax and income tax laws, shall to the extent statutorily available and along with associated obligations, stand transferred to and vested in and be available to the Transferee Company 2, as if the Transferee Company 2 was originally entitled to all such benefits, entitlements, incentives and concessions. All cheques (including post-dated cheques, subject to complying with procedural requirements under Applicable Law, if any) and other negotiable instruments, payment orders received or presented for encashment which are in the name of the Transferor Company 3, shall on and from the Effective Date stand transferred to, and without any further, act or deed, be treated as having been issued to or by the Transferee Company 2, and shall be accepted by the bankers of the Transferee Company 2 and credited to the account of the Transferee Company 2. All legal rights in relation to such cheques and negotiable instruments shall stand vested in the Transferee Company 2. Any standing instructions concerning payment obligations, or ENACH forms signed by the Transferor Company 3 shall be deemedto have been issued or signed by the Transferee Company 2, and the concerned authority to whom such instructions have been provided or forms signed shall accept the same.

CONTRACTS

3.35.8 All contracts of the Transferor Company 3, including without limitation documents & agreements relating to creation of security, subsisting or having effect immediately before the Effective Date, with respect to the Transferor Company 3, shall stand transferred to and vested in the Transferee Company 2 and be in full force and effect in favour of the Transferee Company 2 and may be enforced by or against it as fully and effectually as if, instead of Transferor Company 3, theTransferee Company 2 had been a party or beneficiary thereto.

3.35.9 All guarantees provided by any bank in favour of the Transferor Company 3, outstanding as on the Effective Date, shall vest in the Transferee Company 2 and shall ensure to the benefit of the Transferee Company 2 and all guarantees issued bythe bankers of the Transferor Company 3, favouring any third party shall be deemedto have been issued at the request of the Transferee Company 2 and continue in favour of such third party till their maturity or earlier termination.

3.35.10 It shall not be necessary to obtain the consent of any third party or other person, who is a party to any such contract or arrangement to give effect to the provisions of this paragraph.

EMPLOYEES:

3.35.11 All the employees in the service of the Transferor Company 3, shall be deemed to have become the employees of the Transferee Company 2, with effect from the Appointed Date, and shall stand transferred to the Transferee Company 2, without any interruption of service and on terms and conditions no less favourable than those on which they are engaged by the Transferor Company 3 as on the Effective Date, including in relation to the level of remuneration and contractual and statutory benefit, incentive plans, terminal benefits, employee stock options and pension schemes, gratuity plans, provident plans, and any other retirement benefits.

3.35.12 In the event of retrenchment of such employees, the Transferee Company 2 shall be liable to pay compensation in accordance with law on the basis that the services of the employees shall have been continuous and shall not have been interrupted by reason of such transfer; and

3.35.13 It is provided that as far as the Provident Fund, Gratuity, Pension, Superannuation Fund or any other special funds that are applicable to the employees of the Transferee Company 2 and existing in the Transferee Company 2 for the benefit of the employees of the Transferee Company 2, the same shall also be extended to the employees of the Transferor Company 3.

3.35.14 All contributions made by any of the Transferor Company 3, on behalf of its employees, and all contributions made by the employees including the interest arising thereon, to the funds standing to the credit of such employees' account with such funds, shall, upon this Scheme becoming effective, be transferred to the funds maintained by the Transferee Company 2, along with such of the investments made by such funds which are referable and allocable to the employees and the Transferee Company 2 shall stand substituted for the Transferor Company 3 with regard to its obligations to make the said contributions.

3.35.15 In relation to those employees for whom Transferor Company 3 is making contributions to the Government provident fund, the Transferee Company 2 shall stand substituted in its place, for all purposes, including in relation to the obligation to make contributions to such funds in accordance with the provisions of suchfunds, bye-laws etc., in respect of the employees.

3.35.16 The Transferee Company 2 shall continue to abide by the agreement(s) and settlement(s) entered into with the employees of the Transferor Company 3, if any, in terms of such agreement(s) and settlement(s) subsisting on the Effective Date, in relation to the employees.

EMPLOYEE STOCK OPTION PLAN

3.35.17 In respect of stock options granted by the Transferor Company 3 under the ESOP 1 plans, upon the effectiveness of the Scheme, the Transferee Company 2 shall issue stock options to the employees who are eligible under ESOP 1, taking into account the share exchange ratio as provided for in this Scheme. Such stock options may be issued by the Transferee Company 2

either under its existing ESOP 2 plansor under a revised stock option plan that may be created by the Transferee Company 2. Upon the issue of such stock options by the Transferee Company 2, any and all stock options under ESOP 1 shall automatically be deemed to have lapsed.

3.35.18 The grant of options to the eligible employees pursuant to Clause 3.35.17 of this Scheme shall be effected as an integral part of the Scheme and the consent ofthe shareholders of the Transferee Company 2 to this Scheme shall be deemed to be their consent in relation to all matters pertaining there to. No further approval ofthe shareholders of the Transferee Company 2 would be required in this connection under Applicable Law.

3.35.19 It is hereby clarified that in relation to the options granted by the Transferee Company 2 to the eligible employees, the period during which the options granted by the Transferor Company 3 were held by or deemed to have been held by the eligible employees shall be taken into account for determining the minimum vesting period required under Applicable Law or agreement or deed for such stock options.

3.35.20 The Board of Directors of the Transferee Company 2 or any of the committee(s) thereof, including the compensation committee, if any, shall take such actions and execute such further documents as may be necessary or desirable forthe purpose of giving effect to the provisions of this clause of the Scheme**.**

PROCEEDINGS

3.35.21 With effect from the Appointed Date and upon the Scheme becoming effective, all suits, actions and proceedings of whatsoever nature by or against the Transferor Company 3, shall, on the Effective Date, be continued and enforced by or against the Transferee Company 2.

3.35.22 Upon the Scheme becoming effective the name of the Transferor Company 3, shall stand substituted by the name of the Transferee Company 2 in any pending dispute or arbitral proceedings, and the Transferee Company 2 shall be entitled to continue the proceedings, in its name, from the stage at which the proceedings stand, as on the Effective Date.

3.35.23 The Transferee Company 2 undertakes to have all legal or other proceedings initiated by or against the Transferor Company 3, in respect of matters referred above transferred into its name and to have the same continued, prosecuted and enforced by or against the Transferee Company 2 to the exclusion of the Transferor Company 3.

LIABILITIES, DEBTS, OBLIGATIONS & SECURITY:

With effect from the Appointed Date, the debts, liabilities, contingent liabilities, duties and obligations of every kind, nature and description relatable to the Transferor Company 3 shall, under the provisions of Sections 230 to 232 and all other applicable provisions, if any, of the

Act, and without any further act or deed, betransferred to or be deemed to be transferred to the Transferee Company 2, so as to become from the Appointed Date the debts, liabilities, contingent liabilities, duties and obligations of the Transferee Company 2 and it shall not be necessary to obtain the consent of any third party or other person who is a party to any contract or arrangement by virtue of which such debts, liabilities, contingent liabilities, duties and obligations have arisen, in order to give effect to the provisions of this sub- clause. With respect to the Transferor Company 3, the aforesaid term 'liabilities' shall also include the non-convertible debentures, issued, raised, incurred and/ or utilized.

Upon the coming into effect of the Scheme and without prejudice to the aforesaid, alldebentures, notes and other instruments of like nature (whether convertible into equity shares or not) issued by the Transferor Company 3, including, without limitation, the outstanding non-convertible debentures shall, pursuant to the provisions of Sections 230 to 232 and other relevant provisions of the Act, without any further act, instrument or deed, become the debt securities of the Transferee Company 2 on the same terms and conditions, except to the extent modified under the provisions of this Scheme all rights, powers, duties and obligations in relation thereto shall be and stand transferred to and vested in or be deemed to have been transferred to and vested in and shall be exercised by or against the Transferee Company 2 as if it was the issuer of the debt securities so transferred.

3.35.24 Subject to the requirements, if any, imposed or concessions, if any, granted by the Stock Exchanges, and other terms and conditions agreed with the Stock Exchanges, the non-convertible debentures which stand transferred to the Transferee Company 2 shall be listed and/ or admitted to trading, on the Stock Exchanges, where the non-convertible debentures are currently listed and/ or admitted to trading, on the same terms and conditions, unless otherwise modified inaccordance with Applicable Law.

3.35.25 Where any of the liabilities and obligations/assets attributed to the Transferor Company 3 on the Appointed Date have been discharged/ sold by the Transferor Company 3 after the Appointed Date and prior to the Effective Date, such discharge/sale shall be deemed to have been for and on behalf of the Transferee Company 2.

3.35.26 Any payment or discharge of any liabilities, debts or obligations pertaining to the Transferor Company 3 by the Transferee Company 2 shall be deemed to have been made for and on behalf of the Transferor Company 3, and shall constitute a valid discharge.

3.35.27 This Scheme shall not operate to enlarge or extend the security for any of the liabilities of the Transferor Company 3 and the Transferee Company 2 shall not be obliged to create any further or additional security therefor, after the Effective Date, unless otherwise agreed to by the Transferee Company 2.

3.35.28 In so far as the existing security in respect of the Liabilities is concerned, such security shall, without any further act, instrument or deed be modified and shall be extended to, and shall operate only over the assets of the Transferor Company 3 which have been charged and secured, and subsisting as on the Effective Date, in respect of the Liabilities. Provided that if any of the assets of the Transferor Company 3 have not been charged or secured in respect of the Liabilities, such assets shall remain unencumbered and the existing security referred to above shall not be extended to, and shall not operate over such assets.

CANCELLATION OF LISTED NCDs ISSUED BY TRANSFEROR COMPANY 3, AND ISSUE AND LISTING OF NON-CONVERTIBLE DEBENTURES IN LIEU THEREOF BY THE TRANSFEREE COMPANY 2:

3.35.29 As an integral part of the Scheme, upon the same taking effect, the Listed NCDs issued by the Transferor Company 3, shall without any further act, deed or requirement stand cancelled and any liability in respect of the same shall stand extinguished. Further, and in lieu of the cancellation of such Listed NCDs, the Transferee Company 2 will issue to each of the holders of the Listed NCDs, such number of fresh non-convertible debentures equal to the number of Listed NCDs held by them on the same terms and conditions, applicable to the Listed NCDs, as far as practicable. The Transferee Company 2 will further take steps to cause the listing of such non-convertible debentures issued in terms of this clause, in accordance with Applicable Laws. The number of fresh non-convertible debentures to be issued, in lieu of the Listed NCDs, in terms of this clause, has been arrived at and approved by the Board of Directors of the Transferor Company 3 and the Transferee Company 2, based on their respective independent judgment and taking into consideration valuation reports obtained from M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., independent Registered Valuers, who have arrived at a valuation of the Listed NCDs.

3.35.30 The Transferee Company 2 will appoint a Debenture Trustee in respect of the non-convertible debentures to be issued in terms of this Scheme, in compliance with the requirements of the SEBI [Issue and Listing of Debt Securities] Regulations, 2008, and the provisions of the Act, and such other requirements of Applicable Laws, as may be relevant in this regard.

Tax Treatment

3.35.31 All taxes, rates, duties, fees, cess etc., that are allocable, referable or related to the Transferor Company 3 and, payable, whether due or not, from the Appointed Date, including all advance tax payments, tax deducted at source, tax liabilities, tax obligations or any refunds, credits and claims shall, for all intent and purposes, be treated as the liability, obligations or refunds, credit and claims, as the case may be, of the Transferee Company 2.

3.35.32 Further, it will be deemed that the benefit of any tax credits whether central, state or local, availed by the Transferor Company 3, and the obligations, if any, for payment of taxes on any assets etc. shall be deemed to have been availed by Transferee Company 2.

3.35.33 With effect from the Appointed Date and upon the Scheme becoming effective, all taxes, duties, cess receivable/payable by the Transferor Company 3, including all or any refunds/credit/ claims/tax losses /unabsorbed depreciation relating thereto shall be treated as the asset/ liability or refunds/credit/claims/tax losses /unabsorbed depreciation, as the case may be, of the Transferee Company 2.

3.35.34 The Transferee Company 2 is expressly permitted to revise its tax returns, electronically or physically after taking credit for all taxes paid including tax deducted at source (TDS) certificates/ returns, wealth tax returns, service tax, excise duty, sales tax, value added tax, entry tax, cess, professional tax or any other statutory returns, if required, and shall be entitled to claim credit for advance tax paid, claim for sum(s) prescribed under Section 43B of the Income Tax Act, 1961 on payment basis, claim for deduction of provisions written back by Transferee Company 2 previously disallowed in the hands of Transferor Company 3 under the Income Tax Act, 1961 credit of tax under section 115JB read with section 115JAA of the Income Tax Act, 1961 credit of foreign tax paid/withheld, if any, pertaining to Transferor Company 3, consequent to implementation of this Scheme and where necessary to give effect to this Scheme, even if the prescribed time limit for filing or revising such returns have lapsed without incurring any liability on account of interest, penalty or any other sum to claim refunds, advance tax credits, excise and service tax credits, set off, etc., on the basis of the accounts of the Transferor Company 3 upon the coming into effect of this Scheme.

3.35.35 It is further clarified that the Transferee Company 2 shall have the right to claim refunds, tax credits, set-offs and/or adjustments relating to the income or transactions it has entered into, by virtue of this Scheme with effect from the Appointed Date. The taxes or duties paid by, for, or on behalf of the Transferor Company 3, relating to the period on or after Appointed Date, shall be deemed to be the taxes or duties paid by the Transferee Company 2, which shall be entitled to claim credit or refund for such taxes or duties.

Books and Records

3.35.36 All books, records, files, papers, catalogues, quotations, advertising materials, if any, lists of present and former clients, subscribers, and all other books and records, whether in physical or electronic form, of the Transferor Company 3, to the extent possible and permitted under Applicable Laws, be handed over by them to the Transferee Company 2.

Conduct of business till the effective date:

3.35.37 With effect from the Appointed Date and up to and including the Effective Date:

(a) The Transferor Company 3 shall both carry on, and be deemed to have been carrying on, all business activities and shall hold and stand possessed, and shall be deemed to have held and possessed, of all the assets, rights, title, interest, authorities, contracts, investments, decisions for and on account of, and in trust for, the Transferee Company 2.

(b) All profits or income or taxes, including but not limited to income tax, fringe benefit tax, advance taxes, tax deducted at source by or on behalf of the Transferor Company 3, minimum alternate tax credit, dividend distribution tax, securities transaction tax, taxes withheld/ paid in a foreign country, wealth tax, sales tax, value added tax, excise duty, service tax, Goods and Services Tax,customs duty, refund, reliefs, etc., accruing or arising to the Transferor Company 3, or losses arising or expenditure incurred by it, on and from Appointed Date upto the Effective Date,shall for all purposes be treated as, and be deemed to be treated as, the profits or income or losses or expenditure or the taxes of the Transferee Company 2.

(c) The Transferor Company 3 shall carry on its business activities with proper prudence and diligence and shall not, without prior written consent of the Transferee Company 2, alienate, charge or otherwise deal with or dispose off any of its business Undertaking(s) or any part thereof (except in the ordinary course of business or pursuant to any pre-existing obligations undertaken by the Transferor Company 3 prior to the Appointed Date).

(d) The Transferor Company 3 shall be permitted to make modification to its capital structure, either by an increase (by issue of rights shares, bonus shares, convertible debentures or otherwise), decrease, reclassification, sub-division or reorganisation or in any other manner, whatsoever, in the normal course of business without having to seek the explicit consent of the Board of Directors of the Transferee Company 2.

(e) The Transferor Company 3 shall not vary, except in the ordinary course of business, the terms and conditions of employment of its employees without the consent of the Board of Directors of the Transferee Company 2, and any promotions,increments etc., provided to employees shall be as per standard business practices employed in the normal course of business by Transferor Company 3.

(f) All assets acquired, leased or licensed, benefits, entitlements, incentives and concessions granted, contracts entered into, liabilities incurred and proceedings initiated or made party to, between the Appointed Date and the Effective Date by theTransferor Company

3 shall be deemed to be transferred to and vested in the Transferee Company 2. For avoidance of doubt, where any of the Liabilities as on theAppointed Date [deemed to have been transferred to the Transferee Company 2] have been discharged by the Transferor Company 3, on or after the Appointed Date, but before the Effective Date, such discharge shall be deemed to have been for and on behalf of the Transferee Company 2 for all intent and purposes and under Applicable Laws.

(g) With effect from the Effective Date, the Transferee Company 2 shall carry on and shall be authorized to carry on the businesses of the Transferor Company 3, and till such time as the name of the account holder in the bank accounts of the Transferor Company 3, are substituted by the bank in the name of the Transferee Company 2, the Transferee Company 2 shall be entitled to operate such bank accounts of the Transferor Company 3, in its name, in so far as may be necessary.

(h) To the extent possible, pending sanction of this Scheme, the Transferor Company 3,or the Transferee Company 2 shall be entitled to apply to the relevant GovernmentalAuthorities and other third parties, concerned, as may be necessary under any lawor contract for transfer or modification of such consents, approvals and sanctions which the Transferee Company 2 may require to own and carry on the businesses ofthe Transferor Company 3, with effect from the Effective Date and subject to this Scheme being sanctioned.

(i) For the purpose of giving effect to the order passed under Sections 230 to 232 of the Act, in respect of this Scheme, by the NCLT, the Transferee Company 2 shall, upon the Scheme becoming effective, be entitled to get the record of the change in the legal right(s) standing in the names of the Transferor Company 3, in its favour inaccordance with such order and the provisions of the Act, and Applicable Laws.

(j) The Transferor Company 3 shall declare or pay any dividends, as per its usual practice, and in accordance with the applicable provisions of the Companies Act, 2013, whether interim or final, to its equity shareholders in respect of the accounting period prior to the Appointed Date, and between the Appointed Date and Effective Date (subject to Applicable Law), without requiring any prior approval from the Board of Directors of Transferee Company 2.

3.36 CONSIDERATION

3.36.1 Upon coming into effect of this Scheme and in consideration for:

The amalgamation, transfer and vesting of Transferor Company 3 with Transferee Company 2, in terms of this Scheme, the shareholders of the Transferor Company 3 [other than Transferor Company 2] whose names are reflected in the Register of Members of the Transferor Company

3 as on Record Date 2; will be allotted shares in the following manner:

For every One Hundred fully paid equity shares of Rs. 10 [Indian Rupees Ten] each held in Transferor Company 3, by the shareholders other than Transferor Company 2, they will be entitled to One Hundred and Fifty Five fully paid equity shares of Rs. 10 [Indian Rupees Ten] each in Transferee Company 2.

3.36.2 The allotments of shares under Clause 3.36.1 above, of this Scheme by the Transferee Company 2 shall be made without any further application or deed, and tosuch of the shareholders of the Transferor Company 3, as on the Record Date 2 which date shall be decided by the Board of Directors of the Transferee Company 2.

3.36.3 The equity shares to be issued and allotted under Part III – Section V of the Scheme by the Transferee Company 2 shall be subject to its Memorandum of Association and Articles of Association. The equity shares issued by the Transferee Company 2 shall rank pari passu in all respects, including dividends, voting and other rights, with its existing equity shares. The Board of Directors of the Transferee Company 2, shall, if and to the extent required, apply for and obtain any approvals from concerned Government / Regulatory authorities for the issue and allotment of equity shares pursuant to this Scheme. The approval of this Scheme by the shareholders of all the concerned companies under Sections 230 to 232 of the Act, shall be deemed to constitute the approvals as may be required under any other applicable provisions of the Act and any other consents and approvals required in this regard.

3.36.4 On the Scheme becoming effective, and by virtue of the amalgamation of the Transferor Company 3 with the Transferee Company 2, the equity shares held by the Transferor Company 2 in Transferor Company 3, and considering that Transferor Company 2 is itself amalgamating with Transferee Company 2, shallstand cancelled.

3.37 <u>ACCOUNTING TREATMENT IN THE BOOKS OF TRANSFEREE COMPANY 2</u>

3.37.1 Upon effectiveness of the Scheme and with effect from the Appointed Date, the amalgamation will be accounted in accordance with the "acquisition method" prescribed under the Indian Accounting Standard – 103 Business Combinations as notified under Section 133 of the Act, read together with Paragraph 3 of the Companies (Indian Accounting Standard) Rules, 2015.

3.37.2 The Transferee Company 2 shall recognise separately from goodwill, if any; the identifiable assets acquired, and the liabilities taken over, including such assets and liabilities that the Transferor Company 3 had not previously recognised in its financial statements.

3.37.3 The Transferee Company 2 shall measure the identifiable assets acquired and liabilities taken over at fair values determined as on Appointed Date.

3.37.4 The Transferee Company 2 shall record the equity shares issued and allotted as consideration at fair value as on the Appointed Date. The total face value of the equity shares on such issue shall be added to the share capital account and the balance shall be added to the securities premium account.

3.38 SAVING OF CONCLUDED TRANSACTIONS:

The transfer and vesting of the Transferor Company 3 with and into the Transferee Company 2 under Part III of this Scheme, shall not affect any transaction or proceedings already completed or liabilities incurred by the Transferor Companies, either prior to, or on or after the Appointed Date till the Effective Date, to the end and intent that the Transferee Company 2 shall accept and adopt all acts, deeds and things done and executed by or on behalf of the Transferor Company 3, in respect thereto as acts, deeds and things done and executed by and on behalf of itself.

1.39 DISSOLUTION OF THE TRANSFEROR COMPANY 3

Subject to an order being made by the NCLT under Sections 230 to 232 of the Act, the Transferor Company 3 shall stand dissolved without the process of winding up on the Scheme becoming effective in accordance with the provisions of the Act and the Rules made thereunder.

Section VI:
ALLOTMENT OF SHARES ON ACCOUNT OF INCREASE IN TRANSFEROR COMPANY 2SHAREHOLDING:

4. ALLOTMENT OF SHARES ON ACCOUNT OF INCREASE IN TRANSFEROR COMPANY 2'S SHAREHOLDING IN TRANSFEROR COMPANY 3 AND/OR TRANSFEREE COMPANY2:

4.1 Upon coming into effect of this Scheme and in addition to the allotment of shares provided for in Sections II, III, IV, and V of Part – III of this Scheme:

i. In the event of the Transferor Company 2, prior to the Effective Date 2, acquiring additional fully paid-up equity shares in the Transferee Company 2 and/or the Transferor Company 3; the shares to be allotted to each of the shareholders of the Transferor Company 2 will be adjusted for such increase in the shareholding of the Transferor Company 2 in the Transferee Company 2 and/or Transferor Company 3, proportionate to the extent of their shareholding in Transferor Company 2, on the following basis:

· In respect of every 1 additional share of the Transferee Company 2 so acquired by Transferor Company 2, the shareholders of the Transferor Company 2, for every 1 share held by them in Transferor Company 2, be entitled to 1 additional share of the Transferee Company 2, with the number of shares to be allotted out of such additional share(s) to each of such shareholders, being in proportion to their shareholding(s) in Transferor Company 2;

· In respect of every 1 additional share of the Transferor Company 3 so acquired by Transferor Company 2, the shareholders of the Transferor Company 2 , for every 1 share held by them in Transferor Company 2 , and considering that Transferor Company 3 is as a part of this Scheme, being amalgamated with Transferee Company 2, be entitled to additional share(s) of the Transferee Company 2 [based on the entitlement ratio(s) for the allotment of shares of Transferee Company 2 for shares held in Transferor Company 3], with the number of shares to be allotted out of such additional share(s) to each of the shareholders, being in proportion to their shareholding(s) in Transferor Company 2 ;

4.2 The share exchange ratios as set out in the various Sections of Part III of the Scheme have been arrived at and approved by the Board of Directors of the Transferor Companies, Resulting Companies, SFVPL and the Transferee Companies, based on their respective independent judgment and taking into consideration valuation reports obtained from M/s. Ernst & Young Merchant Banking Services LLP and Ms. Drushti Desai of M/s. Bansi S Mehta & Co., Independent Registered Valuers, who have arrived at a valuation of the shares of the Companies involved, by applying various parameters as customarily adopted in such valuation exercise, including inter

alia the audited accounts/limited review accounts, of the Companies involved as on 30.09.2021. In addition, in so far as the Transferor Company 3 and Transferee Company 2 are concerned, such independent Registered Valuers have also considered the quoted price of the respective company's shares listed on the Stock Exchanges. Further, in respect of the Transferor Company 3 and Transferee Company 2, the Board of Directors of such Companies have also considered the fairness report of M/s. JM Financial Limited and M/s. HSBC Securities and Capital Market (India) PrivateLimited, respectively placed before them. The Board of Directors of the Transferor Companies, Resulting Companies, SFVPL and the Transferee Companies have come to the conclusion that the proposed share exchange ratios are fair and reasonable to the shareholders of each of the Companies involved.

4.3 All share issuances under this Scheme by the Transferee Company 2 shall be in compliance with the requirements of the SEBI LODR Regulations and the SEBI Master Circular, and other requirements of Applicable Laws. The new equity shares to be issued by Transferee Company 2, pursuant to the Scheme, will be listed and/or admitted to trading on the BSE and NSE where the equity shares of the Transferee Company 2 are listed and/or admitted to trading. The Transferee Company 2 shall enter into such arrangements and give such confirmations and/or undertakings as may be necessary in accordance with the Applicable Laws or regulations for complying with the formalities of the aforesaid Stock Exchanges. On such formalities being fulfilled the said Stock Exchanges shall list and /or admit such new equity shares also for the purpose of trading. The new equity shares allotted by the Transferee Company 2, pursuant to the Scheme, shall remain frozen in the depositories system till the listing / trading permission is given by the BSE and NSE. Further, there shall be no change in the shareholding pattern or control in Transferee Company 2 between the Record Date 2 and the listing of the new equity shares allotted by Transferee Company 2. No fractional certificate(s) shall be issued by the Transferee Company 2 in respect of any fractions which the equity shareholders of Transferor Companies 2 and 3 may be entitled to on issue and allotment of new equity shares pursuant to the Scheme. The Board of Directors of the Transferee Company 2 shall instead, consolidate all such fractional entitlements and allot new equity shares in lieu thereof to a trust as the Board of Directors of Transferee Company 2 shall appoint in this regard who shall hold the new equity shares in trust on behalf of the equity shareholders entitled to such fractional entitlements with express understanding that such trust shall sell such shares in the market at such price, within a period of 90 days from the date of allotment of shares, and arrange for the net sale proceeds, after applicable deductions, to the equity shareholders entitled in proportion to their respective fractional entitlements. In case the number of such new shares to be allotted to the said trust by virtue of consolidation of fractional entitlements is a fraction, one additional equity share will be issued in the Transferee Company 2, subject to Applicable Laws. The equity shares that are to be issued in terms of this Scheme

shall be issued in dematerialised form. As mandated under the regulations framed by SEBI in this regard, the Transferee Company 2 will issue shares pursuant to the Scheme only in electronic form and to the demat account of the respective shareholders. In the event of any shareholder failing to communicate their demat account details to the Transferee Company 2 before the Record Date 2, the shares issued by the Transferee Company 2 will be kept in a suspense account, and will be credited to the demat account(s) of the respective shareholders, as and when such details are received.

PART IV:

5 INCREASE OF AUTHORIZED CAPITAL OF THE TRANSFEREE COMPANY 2 ANDRESULTING COMPANIES:

5.1 Upon the Scheme becoming effective, and as an integral part thereof, the authorized share capital of the Transferee Company 2, shall stand increased, without any further act, deed or requirement, such that the increased authorized share capital of the Transferee Company 2 shall be a sum of Rs.4,265,50,00,000/- (Rupees Four Thousand Two Hundred and Sixty Five Crores Fifty Lakhs Only), consisting of 297,55,00,000 equity shares of Rs.10 each and 12,90,00,000 Preference Shares of Rs.100 each, on payment of appropriate fee payable for such increase in the authorised capital after adjusting the fee paid by the Transferor Company 1, Transferor Company 2 and the Transferor Company 3 each in respect of their authorised capital, as envisaged under section 232(3)(i) of the Act.

5.2 Accordingly, the capital clause in the Memorandum of Association of the Transferee Company 2 shall stand amended and will read as follows:

"The Authorized Share Capital of the Company is Rs.4,265,50,00,000/- (Rupees Four Thousand Two Hundred and Sixty Five Crores Fifty Lakhs Only), consisting of 297,55,00,000 equity shares of Rs.10 each and 12,90,00,000 Preference Shares of Rs.100 each".

5.3 Upon the Scheme becoming effective, and as an integral part thereof, the authorized share capital of the Resulting Company 1, shall stand increased, without any further act, deed or requirement, such that the increased authorized share capital of the Resulting Company 1 shall be a sum of Rs.300,00,00,000/- (Rupees Three Hundred Crores Only), consisting of 200,00,00,000 equity shares of Re.1/- each and 1,00,00,000 Preference Shares of Rs.100 each, on payment of appropriate fee payable for such increase in the authorised capital after adjusting the fee paid by the Demerged Company in respect of its authorised capital, as envisaged under section 232(3)(i) of the Act.

5.4 Accordingly, the capital clause in the Memorandum of Association of the Resulting Company 1 shall stand amended and will read as follows:

"The Authorized Share Capital of the Company is Rs.300,00,00,000/- (Rupees Three Hundred Crores Only), consisting of 200,00,00,000 equity shares of Re.1/- each and 1,00,00,000 Preference Shares of Rs.100 each".

5.5 Upon the Scheme becoming effective, and as an integral part thereof, the authorized share capital of the Resulting Company 2, shall stand increased, without any further act, deed or requirement, such that the increased authorized share capital of the Resulting Company 2 shall be a sum of Rs.300,00,00,000/- (Rupees Three Hundred Crores Only), consisting of 200,00,00,000

equity shares of Re.1/- each and 1,00,00,000 Preference Shares of Rs.100 each, on payment of appropriate fee payable for such increase in the authorised capital after adjusting the fee paid by the Demerged Company in respect of its authorised capital, as envisaged under section 232(3)(i) of the Act.

5.6 Accordingly, the capital clause in the Memorandum of Association of the Resulting Company 2 shall stand amended and will read as follows:

"The Authorized Share Capital of the Company is Rs.300,00,00,000/- (Rupees Three Hundred Crores Only), consisting of 200,00,00,000 equity shares of Re.1/- each and 1,00,00,000 Preference Shares of Rs.100 each".

5.7 Upon the Scheme becoming effective, and as an integral part thereof, the authorized share capital of the Resulting Company 3, shall stand increased, without any further act, deed or requirement, such that the increased authorized share capital of the Resulting Company 3 shall be a sum of Rs. Rs.700,00,00,000/- (Rupees Seven Hundred Crores Only), consisting of 200,00,00,000 equity shares of Re.1/- each and 5,00,00,000 Preference Shares of Rs.100 each, on payment of appropriate fee payable for such increase in the authorised capital after adjusting the fee paid by the Demerged Company in respect of its authorised capital, as envisaged under section 232(3)(i) of the Act.

5.8 Accordingly, the capital clause in the Memorandum of Association of the Resulting Company 3 shall stand amended and will read as follows:

"The Authorized Share Capital of the Company is Rs.700,00,00,000/- (Rupees Seven Hundred Crores Only), consisting of 200,00,00,000 equity shares of Re.1/- each and 5,00,00,000 Preference Shares of Rs.100 each".

5.9 The Transferee Company 2, and the Resulting Companies 1, 2 and 3 shall upon the Scheme taking effect, file all requisite forms with the Registrar of Companiesfor such increase in the authorised capital of the respective companies.

PART V
GENERAL TERMS AND CONDITIONS

6. INCIDENTAL AND ANCILLARY PROVISIONS:

6.1 The Transferor Companies, Demerged Company, SFVPL Resulting Companies and the Transferee Companies respectively shall obtain the requisite consents, approval or permission of any authority as may be required or which by law may be necessary.

6.2 The Companies shall, with reasonable dispatch, make respective applications to the Benches of the NCLT having jurisdiction over each of the Companies, under Sections 230 to 232 and other applicable provisions of the Act, seeking necessary orders or directions for convening, holding and/or conducting meetings of the classes of their respective shareholders, and/or dispensing with the same, and for sanctioning this Scheme of Arrangement and Amalgamation with such modifications, as may be approved by the Tribunal.

6.3 Upon this Scheme being approved by the requisite majority of the Shareholders of the Companies (wherever required), the Companies shall, with all reasonable dispatch, file respective petitions before the NCLT for sanction of the Scheme under Sections 230 to 232 and other applicable provisions of the Act, and for such other Order or Orders, as the Tribunal may deem fit for carrying the Scheme into effect. Upon this Scheme being approved by the requisite majority of the Shareholders of the Companies, the shareholders shall be deemed to have also accorded their approval under all relevant provisions of the Act for giving effect to the provisions contained in the Scheme.

6.4 As an integral part of this Scheme, and without the requirement of any further act, deed, approval or consent, the borrowing powers of the Transferee Company 2 shallstand increased to an amount of Rs.1,90,000,00,00,000/- (Rupees One Lakh Ninety Thousand Crores), and the approval of this Scheme under section 230 to 232 of the Act, will be deemed to constitute the approvals required under all other applicable provisions of the Act and Applicable Laws. The Transferee Company 2 shall upon the Scheme taking effect, file all requisite forms with the Registrar of Companies for such increase in the borrowing powers.

6.5 Upon the Scheme taking effect, any and all special rights or restrictive covenants provided to, in favour of, or for the benefit of any of the shareholders of Transferor Companies 1, 2 and 3, will in relation to the Transferee Company 2, automatically cease to apply, and the Transferee Company 2 will not be bound to recognize or giveeffect to any such rights or covenants.

6.6 Any change in control of the Transferee Company 2 within the meaning of the SEBI (Substantial Acquisition of Shares and Takeovers), Regulations, 2011, as a result of the Scheme taking effect , shall be covered under the General Exemptions set out in Regulation 10 of the said Regulations.

Further, and by virtue of the Transferor Company 2, which is named as the promoter of Transferee Company 2, being dissolved without winding up in terms of the Scheme and considering that SFVPL pursuant to the Scheme taking effect will constitute the single largest shareholder of the Transferee Company 2, SFVPL (already classified as promoter) and SOT, by virtue of its shareholding in Transferee Company 2 will be classified as the promoters of the Transferee Company 2 and all filings with the Stock Exchanges willreflect such position.

6.7 For the purpose of determining the Stamp Duty, if any payable in respect of theorder passed by the jurisdictional NCLT approving the Scheme and in particular the amalgamation contemplated in Section I of Part III of the Scheme, the value of the shares issued by the Transferee Company 1 to the shareholders of the Transferor Company 1 will be to the extent of 28,67,00,993 equity shares of Re.1/- each aggregating to Rs.28,67,00,993/- (Rupees Twenty Eight Crores Sixty Seven Lakhs Nine Hundred and Ninety Three Only).

6.8 For the purpose of determining the Stamp Duty, if any payable in respect of theorder passed by the jurisdictional NCLT approving the Scheme, in view of the fact that the Financial Services Undertaking, Life Insurance Undertaking and General Insurance Undertaking of the Demerged Company are being transferred to and vested in the Resulting Companies 1, 2 and 3 respectively, at their respective Book Values, as required under the provisions of the Income-Tax Act and the applicable Accounting Standards and consequently, the shareholders of the Demerged Company will be issued shares by the respective Resulting Companies 1, 2 and 3 in the same manner and to the same extent and value, as held by them in the Demerged Company and, the value of such shares that will be issued to them by each of the Resulting Companies 1, 2 and 3 shall be Rs.107,44,13,131 (Rupees One Hundred and Seven Crores Forty Four Lakhs Thirteen Thousand One Hundred and Thirty One Only).

6.9 Upon the Scheme becoming effective, and without any further act, deed, consent or approval being required, the name of the Transferee Company 2 will be altered to Shriram Finance Limited or such other name as may be approved by the Registrar ofCompanies, Ministry of Corporate Affairs, subject to the Transferee Company 2 filingall necessary forms and applications in this regard. The approval of the shareholdersof the Transferee Company 2 and the approval of the NCLT to the Scheme shall be considered as the approval required under the provisions of the Act for such change of name.

7. <u>MODIFICATIONS/AMENDMENTS TO THE SCHEME</u>

7.1. The Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies, through their respective Board of Directors including Committees of Directors or other persons, duly authorized by the respective Boardsin this regard, may make, or assent to, any alteration or modification to this Schemeor to any conditions or limitations, which the Tribunal

or any other Competent Authority may deem fit to direct, approve or impose and may give such directionsas they may consider necessary, to settle any doubt, question or difficulty, arising under the Scheme or in regard to its implementation or in any manner connected therewith and to do and to execute all such acts, deeds, matters and things necessary for putting this Scheme into effect, or to review the portion relating to the satisfaction of the conditions to this Scheme and if necessary, to waive any of those (to the extent permitted under law) for bringing this Scheme into effect.

7.2. If any part or provision of this Scheme if found to be unworkable for any reason whatsoever, the same shall not, subject to the decision of the Companies, affect the validity of implementation of the other parts and/or provisions of the Scheme. If any Part or provision of this Scheme hereof is invalid, ruled illegal by any Court/Tribunal of competent jurisdiction, or unenforceable under present or futurelaws, then it is the intention of the Companies that such Part or provision, as the case may be, shall be severable from the remainder of the Scheme, and the Scheme shall not be affected thereby, unless the deletion of such Part or provision, as the case may be, shall cause this Scheme to become materially adverse to any Company,in which case the Companies shall attempt to bring about a modification in the Scheme, as will best preserve for the Companies the benefits and obligations of the Scheme, including but not limited to such Part or provision.

7.3. For the purpose of giving effect to the Scheme after it is sanctioned by the Tribunal, the Directors of the Transferee Company 2 and the Resulting Companies 1, 2 and 3, as may be applicable are authorized to identify/allocate/apportion the assets and liabilities covered under the Scheme.

8. <u>SCHEME CONDITIONAL ON APPROVALS/SANCTIONS</u>

This Scheme is conditional on and subject to satisfaction or waiver of following–

8.1. The Scheme being agreed to by the requisite majorities of the shareholders of the respective Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies, at meetings to be convened and held, in accordance with the provisions of Sections 230 to 232 of the Act, and other applicable provisions, and the applicable SEBI regulations with respect to the Transferor Company 3 and Transferee Company 2. Transferor Company 3 and Transferee Company 2 shall comply with the provisions of SEBI Master Circular on Schemes of Listed Companies, while, inter alia, procuring the approval of its respective public shareholders and shall provide for voting by such public shareholders in accordance with Applicable Laws.

8.2. The Scheme being sanctioned by the Bench(es) of the NCLT having jurisdiction over the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies;

8.3. The filing with the Registrar of Companies having jurisdiction over the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies, of certified

copies of the order sanctioning the Scheme.

8.4. The requisite consent, approval or permission from the necessary and concerned Government Authorities, including but not limited to, the Competition Commission of India, the IRDAI to the extent required under the IRDAI Regulations, Reserve Bank of India, the concerned Stock Exchanges and/or SEBI, which by law or otherwise may be necessary for the implementation of thisScheme;

9. SEQUENCING OF THE SCHEME:

The Scheme set out herein in its present form or with any modification(s) approved ordirected by the NCLT or any other Governmental Authority shall take effect as follows.

9.1. Section I of Part III of the Scheme will be given effect to and operate on the Effective Date 1, but with effect from the Appointed Date, and shall be deemed to have taken effect prior to the Parts of the Scheme set out in Clause 9.2 below.

9.2. Sections II, III, IV, V and VI of Part III of this Scheme will be given effect to and operate on the Effective Date 2, but with effect from the Appointed Date in the following sequence as on the Appointed Date:

i. Section II of Part III of the Scheme (Demerger of the Financial Services Undertakingof the Demerged Company into Resulting Company 3 and matters connected therewith).

ii. Section III of Part III of the Scheme (Demerger of the Life Insurance and General Insurance Undertakings of the Demerged Company into Resulting Companies 1 and 2 respectively and matters connected therewith).

iii. Section IV of Part III of the Scheme (Amalgamation of the Transferor Company 2with Transferee Company 2 and matters connected therewith).

iv. Section V of Part III of the Scheme (Amalgamation of the Transferor Company 3with Transferee Company 2 and matters connected therewith).

v. Section VI of Part III of the Scheme (Allotment of shares on account of increase inTransferor Company 2's shareholding).

10. REVOCATION AND WITHDRAWAL OF THE SCHEME:

The Board of Directors of the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies shall be jointly entitled to revoke, cancel, withdraw and declare this Scheme to be of no effect at any stage and where applicable, re-file, at any stage in case (a) this Scheme is not approved by the majority of the shareholders of the respective Transferor Companies, SFVPL, Demerged Company, and/or the Resulting Companies and/or

the Transferee Companies and/or the Tribunal or if any other consents, approvals, permissions, resolutions, agreements, sanctions and conditions required for giving effect to this Scheme are not received or delayed; (b) any condition or modification imposed by the shareholders of the Transferor Companies and/or SFVPL and/or the Demerged Company and/or the Resulting Companies and/or the Transferee Companies, or the Tribunal or any other authority is not acceptable; (c) the coming into effect of this Scheme in terms of the provisions hereof or filing of the orders with any Governmental Authority could have adverse implication on any of the Transferor Companies and/or SFVPL and/or the Demerged Company and/or the Resulting Companies and/or the Transferee Companies; or (d) for any other reason whatsoever, including inter alia, the non- receipt of any mandatorily required approvals as may be required and referred to in Clause 8 of the Scheme, and do all such acts, deeds, things, as they may deem necessary and desirable in connection therewith and incidental thereto. On revocation, cancellation or withdrawal, this Scheme shall stand revoked, cancelled or withdrawn and be of no effect and in that event, no rights and liabilities whatsoever shall accrue or be incurred *inter-se* between the Transferor Companies, SFVPL, the Demerged Company, the Resulting Companies and the Transferee Companies, or their respective shareholders or employees or any other person, save and except in respect of any actor deed one prior thereto as is contemplated hereunder or as to any right, liability, or obligation which has arisen or accrued pursuant thereto and which shall be governed and be preserved and worked out in accordance with Applicable Law and in such case, each party shall bear its own costs, unless otherwise mutually agreed.

11. EXPENSES CONNECTED WITH THE SCHEME

All costs, charges, levies, fees, duties and expenses of the Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies respectively in relation to or in connection with negotiations leading up to the Scheme and of carrying out and completing the terms and provisions of this Scheme and in relation to or in connection with the Scheme shall be borne and paid by the respective company. The expenses incurred by Transferor Companies, SFVPL, Demerged Company, Resulting Companies and the Transferee Companies as per the terms and conditions of this Scheme, including stamp duty expenses, if any, shall be allowed as deduction in accordance with section 35DD of the IT Act over a period of 5 years beginning with the previous year in which this Scheme becomes effective.

* * * * *

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07786	1000000	05-12-2017	05-12-2022	0.0809	Not Applicable	Redemption at maturity	Annual & Maturity		80.00	80.00	CARE AA+ Stable		
SCUF	INE722A07851	1000000	12-09-2018	04-04-2022	ZERO COUPON	Not Applicable	Not applicable	Upon Maturity	N.A.	80.00	80.00	CARE AA+ Stable		
SCUF	INE722A07869	1000000	12-09-2018	29-09-2022	ZERO COUPON	Not Applicable	Not applicable	Upon Maturity	N.A.	85.00	85.00	CARE AA+		
SCUF	INE722A07802	1000000	26-03-2018	27-03-2023	8.90%	Not Applicable	Redemption at maturity	Annual & Maturity	N.A.	115.00	115.00	CARE AA+		
SCUF	INE722A07984	1000	25-09-2019	25-09-2022	0.097	Payment of interest in connection with any delay in allotment, listing, dematerialized credit, execution of Debenture Trust Deed, payment of interest, redemption of principal amount beyind the time limits prescribed under applicable statutory and/or regulatory requirements, at such rates stipulated under applicable laws.	Redemption at maturity	Annual & Maturity	N.A.	15.82	15.82	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07992	1000	25-09-2019	25-09-2022	0.093	Same as above	Redemption at maturity	Monthly & Maturity	N.A.	13.24	13.24	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07AA8	1000	25-09-2019	25-09-2022	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	8.23	8.23	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07AB6	1000	25-09-2019	25-09-2024	0.0985	Same as above	Redemption at maturity	Annual & Maturity	N.A.	52.27	52.27	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07AC4	1000	25-09-2019	25-09-2024	0.0945	Same as above	Redemption at maturity	Monthly & Maturity	N.A.	11.05	11.05	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07AD2	1000	25-09-2019	25-09-2024	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	5.64	5.64	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07901	1000	30-04-2019	30-04-2022	0.0965	Same as above	Redemption at maturity	Annual & Maturity	N.A.	64.90	64.90	CARE AA+/ Stableand "CRISIL AA/ Stable"		
SCUF	INE722A07919	1000	30-04-2019	30-04-2022	0.0926	Same as above	Redemption at maturity	Monthly & Maturity	N.A.	40.84	40.84	CARE AA+/ Stable and "CRISIL AA/ Stable"		
SCUF	INE722A07927	1000	30-04-2019	30-04-2022	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	24.61	24.61	CARE AA+/ Stable and "CRISIL AA/ Stable"		
SCUF	INE722A07935	1000	30-04-2019	30-04-2024	0.0975	Same as above	Redemption at maturity	Annual & Maturity	N.A.	66.15	66.15	CARE AA+/ Stable and "CRISIL AA/ Stable"		
SCUF	INE722A07943	1000	30-04-2019	30-04-2024	0.0935	Same as above	Redemption at maturity	Monthly & Maturity	N.A.	35.06	35.06	CARE AA+/ Stable and "CRISIL AA/ Stable"		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07950	1000	30-04-2019	30-04-2024	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	20.94	20.94	CARE AA+/ Stable and "CRISIL AA/ Stable"		
SCUF	INE722A07AF7	1000000	28-02-2020	28-02-2023	9.25%	Incase of default in payment of interest and/ or principal redemption on the due dates, additional interest @ 2% p.a. over the Coupon rate will be payable by the issuer for the defaulting period. Incase of default by the issuer in the performance of any of the covenants of this Issuance, including but not limited to the financial covenants of this Issuance additional interest @2% p.a. over the Coupon rate will be payable by the issuer for the defaulting period.	Redemption at maturity	Quarterly	N.A.	500.00	240.00	IND AA/ Stable	28-05-2021, 28-02-2022	NA
SCUF	INE722A07AU6	1000000	28-02-2020	28-05-2024	9.25%	Incase of default in payment of interest and/ or principal redemption on the due dates, additional interest @ 2% p.a. over the Coupon rate will be payable by the issuer for the defaulting period. Incase of default by the issuer in the performance of any of the covenants of this Issuance, including but not limited to the financial covenants of this Issuance additional interest @2% p.a. over the Coupon rate will be payable by the issuer for the defaulting period.	Redemption at maturity	Quarterly & Maturity	N.A.	500.00	500.00	IND AA/ Stable	27-05-2021, 27-08-2022, 27-05-2023	NA
SCUF	INE722A07AH3		05-03-2020	05-03-2022	9.70%	Without prejudice to any other rights and remedies available to the Debenture Trustee pursuant to the terms of Transaction Documents: 1. If, at any time, a payment default occurs, the Company agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the Debentures (including the outstanding principal amounts and any accrued but unpaid interest) from the date of occurrence of such a payment default until such payment default is cured or the Debentures are fully redeemed. 2. If the Company fails to execute the Debenture Trust Deed and/or any other charge related documents and perfect the same on or before the expiry of the timelines mentioned herein, then the Company shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over above the applicable Interest Rate on all amounts outstanding NCDs from the Issue Closure Date until such time conditions prescribed herein by Debenture Holders (if any) have been complied with. 3. If, at any time, a breach of any terms, covenants including but not limited to financial covenants, or representation or warranty of the Issuer and any other obligations of the Issuer under the Transaction Documents, the Issuer agrees to pay additional coupon at the rate of 2% (Two Percent) p.a. over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a breach, until the Debentures are fully redeemed or till the covenants criteria has bee replenished. 4. In the event there is any delay in listing of the Debentures beyond 20 (twenty) calendar days from the Deemed Date of Allotment, the Company will pay additional interest of 1% (One percent) per annum ove the Interest Rate, from the expiry of 30 (thirty) calendar days from the Deemed Date of Allotment till the listing of the NCDs is completed.	Redemption at maturity	Annual & Maturity	N.A.	550.00	550.00	CRISIL AA/ Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07AG5	1000000	05-03-2020	05-03-2023	9.25%	Without prejudice to any other rights and remedies available to the Debenture Trustee pursuant to the terms of Transaction Documents: 1. If, at any time, a payment default occurs, the Company agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the Debentures (including the outstanding principal amounts and any accrued but unpaid interest) from the date of occurrence of such a payment default until such payment default is cured or the Debentures are fully redeemed. 2. If the Company fails to execute the Debenture Trust Deed and/or any other charge related documents and perfect the same on or before the expiry of the timelines mentioned herein, then the Company shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over above the applicable Interest Rate on all amounts outstanding NCDs from the Issue Closure Date until such time conditions prescribed herein by Debenture Holders (if any) have been complied with. 3. If, at any time, a breach of any terms, covenants including but not limited to financial covenants, or representation or warranty of the Issuer and any other obligations of the Issuer under the Transaction Documents, the Issuer agrees to pay additional coupon at the rate of 2% (Two Percent) p.a. over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a breach, until the Debentures are fully redeemed or till the covenants criteria has bee replenished. 4. In the event there is any delay in listing of the Debentures beyond 20 (twenty) calendar days from the Deemed Date of Allotment, the Company will pay additional interest of 1% (One percent) per annum ove the Interest Rate, from the expiry of 30 (thirty) calendar days from the Deemed Date of Allotment till the listing of the NCDs is completed.	Redemption at maturity	Quarterly & Maturity	N.A.	25.00	25.00	CRISIL AA/ Stable	05-06-2021, 05-03-2022	NA
SCUF	INE722A07AI1	1000000	09-09-2020	09-03-2022	8.98%	If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	Annual & Maturity	N.A.	150.00	150.00	CRISIL AA/ Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07AJ9	1000000	06-10-2020	06-04-2022	8.98%	If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	Annual & Maturity	N.A.	200.00	200.00	CRISIL AA/ Stable		
SCUF	INE722A07AK7	1000000	18-11-2020	18-05-2022	8.15%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	Annual & Maturity	N.A.	25.00	25.00	CRISIL AA/ Stable		
SCUF	INE722A07AL5	1000000	18-12-2020	18-08-2022	NA	Security Creation (Where applicable): Incase of delay in execution of Trust Deed and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of atleast 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in payment: Incase of default in payment of interest and/or principal redemption on the due dates, additional interest of atleast @ 2%p.a. over the coupon rate will be payable by the Company for the defaulting period. Delay in listing: Incase of delay in listing of the Debt securities beyond 4 working days from the deemed date of allotment, the Company will pay penal interest of atleast 1% p.a. over the coupo rate from th expiry of 4 working days from the deemed date of allotment till the listing of such debt securities to the investor.	Redemption at maturity	Upon Maturity	N.A.	117.90	117.90	PP-MLD[ICRA] AA/Stable		
SCUF	INE722A07AL5	1000000	28-12-2020	18-08-2022	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	35.08	35.00	PP-MLD[ICRA] AA/Stable		
SCUF	INE722A07AL5	1000000	18-01-2021	18-08-2022	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	47.34	47.00	PP-MLD[ICRA] AA/Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07AM3	1000000	27-01-2021	27-01-2023	NA	Security Creation (where applicable): In case of delay in execution of Trust Deed and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment: In case of default in payment of Interest and/or principal redemption on the due date additional interest of at least @ 2% p.a. over the coupon rate will be payable by the Company for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 working days from the deemed date of allotment, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 working days from the deemed date of allotment till the listing of such debt securities to the investor.	Redemption at maturity	Upon Maturity	N.A.	150.00	150.00	IND PP-MLD AAemr/ Stable		
SCUF	INE722A07AR2	1000000	01/03/2021	01/03/2023	NA	Security Creation (where applicable): In case of delay in execution of Trust Deed and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment: In case of default in payment of Interest and/or principal redemption on the due date additional interest of at least @ 2% p.a. over the coupon rate will be payable by the Company for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 working days from the date of closure of the Issue, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 working days from the deemed date of allotment till the listing of such debt securities to the investor.	Redemption at maturity	Upon Maturity	N.A.	260.00	260.00	IND PP-MLD AAemr/ Stable		
SCUF	INE722A07AR2	1000000	03/03/2021	01/03/2023	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	65.03	65.00	IND PP-MLD AAemr/ Stable		
SCUF	INE722A07AR2	1000000	10/03/2021	01/03/2023	NA	Same as above	Redemption at maturity	Upon Maturity	N.A.	166.34	166.00	IND PP-MLD AAemr/ Stable		
SCUF	INE722A07AS0	1000000	17/03/2021	17/05/2023	NA	Security Creation (where applicable): In case of delay in execution of Trust Deed and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment: In case of default in payment of Interest and/or principal redemption on the due date additional interest of at least @ 2% p.a. over the coupon rate will be payable by the Company for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 working days from the date of closure of the Issue, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 working days from the deemed date of allotment till the listing of such debt securities to the investor.	Redemption at maturity	Upon Maturity	N.A.	300.00	300.00	IND PP-MLD AAemr/ Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07AP6	1000000	25/03/2021	22/02/2030	9.25%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	On February 22nd of every year & Maturity	N.A.	30.22	30.00	IND AA/ Stable		
SCUF	INE722A07AQ4	1000000	25/03/2021	21/02/2031	9.50%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	On February 22nd of every year & Maturity	N.A.	30.70	30.00	IND AA/ Stable		
SCUF	INE722A07AT8	1000000	30/03/2021	30/03/2023	NA	Security Creation (where applicable): In case of delay in execution of Trust Deed and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment: In case of default in payment of Interest and/or principal redemption on the due date additional interest of at least @ 2% p.a. over the coupon rate will be payable by the Company for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 trading days from the date of closure of the Issue, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 trading days from the deemed date of allotment till the listing of such debt securities to the investor.	Redemption at maturity	Upon Maturity	N.A.	200.00	200.00	IND PP-MLD AAemr/ Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07AV4	1000000	23-06-2021	23-06-2031	9.00%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with	Redemption at maturity	Annual & Maturity	N.A.	100.00	100.00	CRISIL AA/ Stable		
SCUF	INE722A07AX0	1000000	23-07-2021	23-07-2031	8.75%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. ii. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	Annual & Maturity	N.A.	100.00	100.00	CRISIL AA/ Stable		
SCUF	INE722A07AW2	1000000	23-07-2021	23-07-2024	8.25%	Same as above	Redemption at maturity	Annual & Maturity	N.A.	50.00	50.00	CRISIL AA/ Stable		
SCUF	INE722A07AY8	1000000	12-08-2021	12-08-2024	7.95%	i. If, at any time, a Payment Default occurs, the Issuer agrees to pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the relevant series of Debentures (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a Payment Default until such Payment Default is cured or the Debentures are fully redeemed. If the Issuer fails to execute the Debenture Trust Deed and Deed of Hypothecation within the stipulated timelines, then the Issuer shall, at the option of the Debenture Holders, either (i) return the subscription amount with the agreed rate of interest or (ii) pay additional interest at the rate of 2% (Two Percent) per annum over and above the applicable Coupon Rate on all amounts outstanding under the NCDs (including the Outstanding Principal Amounts and any accrued interest) from the Issue Closure Date unti such time the deed is executed and the conditions prescribed by Debenture Holders (if any) have been complied with.	Redemption at maturity	Quarterly & Maturity	N.A.	260.00	260.00	IND AA/ Stable and [ICRA]AA (Stable)	12-08-2023 and 12-08-2024	N.A
SCUF	INE722A07AZ5	1000000	01-09-2021	01-03-2024	ZERO COUPON	Security Creation (where applicable): In case of delay in execution of Debenture Trust Deed cum Deed o Hypothecation and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor.	fRedemption at maturity	Upon Maturity	N.A.	200.00	200.00	IND PP-MLD AAemr/ Stable		

Name of the issuer	ISIN number	Face Value	Issuance date	Maturity date	Coupon rate	Default rate	Payment frequency		Embedded option if any	Amount issued Rs. in Crores	Amount Outstanding as of November 30, 2021	Credit Rating	Put option	Call Option
SCUF	INE722A07BC2	1000000	21-09-2021	21-09-2024	FLOATING (3.28% plus 420 bps to arrive at a Coupon Rate of 7.48 % p.a.)	Security Creation (where applicable): In case of delay in execution of Debenture Trust Deed cum Deed o Hypothecation and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment and other Events of Defaults: In case of default in payment of Interest and/or principal redemption on the due dates, additional interest of at least @ 2% p.a. over the Coupon Rate will be payable by the Company for the defaulting period. In case issuer defaults other events of defaults as specified in the Transaction documents. The Issuer agrees to pay additional interest of at least @ 2%. over the Coupon Rate for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 trading days from the date of closure of the Issue, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 trading days from the date of allotment till the listing of such debt securities to the investor.	fRedemption at maturity	Annual & Maturity	N.A.	300.00	300.00	CRISIL AA/ Stable and IND AA/ Stable		
SCUF	INE722A07BB4	1000000	21-09-2021	21-12-2022	7.7043%	Same as above	Redemption at maturity	On December 21, 2021 & Maturity	N.A.	350.00	350.00	CRISIL AA/ Stable and IND AA/ Stable		
SCUF	INE722A07BA6	1000000	21-09-2021	21-09-2031	8.65%	Same as above	Redemption at maturity	Annual & Maturity	N.A.	189.00	189.00	CRISIL AA/ Stable and IND AA/ Stable		
SCUF	INE722A07BD0	1000000	23-11-2021	23-05-2024	5.77% GS 2030 (ISIN - IN0020 200153)	Security Creation (where applicable): In case of delay in execution of Debenture Trust Deed cum Deed o Hypothecation and Charge documents, the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate till these conditions are complied with at the option of the investor. Default in Payment and other Events of Defaults: In case of default in payment of Interest and/or principal redemption on the due dates, additional interest of at least @ 2% p.a. over the Coupon Rate will be payable by the Company for the defaulting period. In case issuer defaults other events of defaults as specified in the Transaction documents. The Issuer agrees to pay additional interest of at least @ 2%. over the Coupon Rate for the defaulting period. Delay in Listing: In case of delay in listing of the debt securities beyond 4 trading days from the date of closure of the Issue, the Company will pay penal interest of at least 1 % p.a. over the coupon rate from the expiry of 4 trading days from the date of allotment till the listing of such debt securities to the investor.	fRedemption at maturity	Annual & Maturity	N.A.	300.00	300.00	IND PP-MLD AAemr'		
							Total			**6,025.36**	**4,624.65**			

Annexure B

REPORT ADOPTED BY THE BOARD OF DIRECTORS OF THE SHRIRAM CITY UNION FINANCE LIMITED EXPLAINING THE EFFECT OF THE COMPOSITE SCHEME OF AMALGAMATION AND ARRANGEMENT ("SCHEME") BETWEEN SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED AND SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED AND SHRIRAM CAPITAL LIMITED AND SHRIRAM TRANSPORT FINANCE COMPANY LIMITED AND SHRIRAM CITY UNION FINANCE LIMITED AND SHRIRAM LI HOLDINGS PRIVATE LIMITED AND SHRIRAM GI HOLDINGS PRIVATE LIMITED AND SHRIRAM INVESTMENT HOLDINGS LIMITED AND THEIR RESPECTIVE SHAREHOLDERS UNDER SECTIONS 230 TO 232 READ WITH SECTION 52 AND OTHER APPLICABLE PROVISIONS OF THE COMPANIES ACT, 2013

1. Background

1.1. Shriram City Union Finance Limited ("Transferor Company 3" or "SCUF") is a public limited company incorporated on March 27, 1986 under the Companies Act, 1956 and its registered office is situated at 123, Angappa Naicken Street, Chennai – 600 001. The equity shares of SCUF are listed on BSE Limited and National Stock Exchange of India Limited.

1.2. The Board of Directors of Shriram City Union Finance Limited ("Transferor Company 3" of "SCUF") at its meeting held on December 13, 2021 have approved the Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited ("the Transferor Company 1") & Shriram Financial Ventures (Chennai) Private Limited ("SFVPL") & Shriram Capital Limited ("Transferee Company 1" or "Demerged Company" or ''Transferor Company 2") & Transferee Company 2" & Shriram City Union Finance Limited ("Transferor Company 3") & Shriram LI Holdings Private Limited ("Resulting Company 1") & Shriram GI Holdings Private Limited ("Resulting Company 2") & Shriram Investment Holdings Limited ("Resulting Company 3") under Sections 230 To 232 read with Section 52 and other applicable provisions of the Companies Act, 2013 ("Scheme").

1.3. The said Scheme involves:

(i) the amalgamation of Shrilekha Business Consultancy Private Limited ("**SBCPL**") with Shriram Capital Limited ("**SCL**"); (ii) the demerger of undertaking from **SCL**, carrying on the businesses of Financial Services and other businesses and the transfer and vesting thereof into Shriram Investment Holdings Limited **("SIHL")**; (iii) the demerger of undertakings from SCL carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited **("SLIH")**, b) Shriram GI Holdings Private Limited **("SGIH")** respectively; (v) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited ("**STFC**") and (v) the amalgamation of Shriram City Union Finance Limited ("**SCUF**") with **STFC**.

The Scheme also involves, various other incidental, consequential and ancillary matters to the amalgamation and demerger set out in (i) to (v) above:

(a). The cancellation of the equity share capital of Shriram Financial Ventures (Chennai) Private Limited ("**SFVPL**") held by SBCPL;

(b). The cancellation of the preference share capital (comprised of redeemable preference shares) of SCL held by the holders of redeemable preference shares of SCL and the issue of redeemable preference shares of SIHL to the said shareholders;

(c). The cancellation of the existing equity share capital held by SCL in SIHL, SLIH and SGIH; and for matters consequential, supplemental, and/or otherwise integrally connected therewith.

1.4. Provisions of Section 232(2)(c) of the Companies Act, 2013 require the directors of the merging companies to adopt a report explaining the effect of the compromise on each class of shareholders, key managerial personnel, promoters and non-promoter shareholders laying out in particular the share exchange ratio and specifying any special valuation difficulties. The report is required to be circulated for the meeting of creditors or class of creditors or members or class of members ordered by the National Company Law Tribunal under sub-section (1) of Section 232 of the Companies Act, 2013 for approving the scheme of compromise and arrangement.

1.5. The following documents were, inter alia, circulated to the directors:

a) Draft Scheme;

b) Certificate dated December 13, 2021 issued by M/s R. Subramanian & Co LLP and M/s Abarna and Ananthan, Joint Statutory Auditors certifying that the accounting treatment proposed in the Scheme is in compliance with all the Accounting Standards prescribed under Section 133 of Companies Act, 2013;

c) Valuation Report dated December 13, 2021 of the Registered Valuers - M/S. Ernst & Young Merchant Banking Services LLP and Ms. Drushti R. Desai, M/s. Bansi S. Metha & Co., Chartered Accountants, ('Valuation Report'), on share entitlement ratios for the Scheme.

a) Fairness opinion dated December 13, 2021 issued by M/s J M Financial Limited; an Independent SEBI registered Category-1 Merchant Banker.

d) Report of the Audit and Risk Management Committee and Independent Directors meetings held on dated December 13, 2021.

2. Proposed Scheme

2.1. Salient Features

a) the amalgamation of SBCPL with SCL and the consequential cancellation of share capital of SFVPL held by SBCPL;

b) the demerger of undertaking from SCL, carrying on the businesses of Financial Services and other businesses and the transfer and vesting thereof into SIHL and consequential cancellation of the preference share capital of SCL held by the preference shareholders ; and cancellation of SCL's existing holdings in SIHL

c) the demerger of undertakings from SCL carrying on the businesses of i) Life Insurance and ii) General Insurance, and the transfer and vesting of the same into i) Shriram LI Holdings Private Limited, ii) Shriram GI Holdings Private Limited respectively and the consequential cancellation of SCL's existing holdings in SLIH and SGIH;

d) the amalgamation of SCL (with its remaining undertaking and investments) with STFC; and

e) the amalgamation of SCUF with STFC;

f) The Scheme may undergo modification(s) as approved or directed by the National Company Law Tribunal (NCLT) or any other Governmental Authority and shall be effective from the Appointed Date, being April 1, 2022.; and

g) The Scheme will come into effect from the date on which the certified copy of the order of the NCLT sanctioning the Scheme is filed with the Registrar of Companies.

2.2. Need for the Scheme

The Group management is of the view that re-organizing the Group's businesses by way of the proposed Scheme will aid in simplifying the holding structures and layers in the Group which will help to focus on the evolving business strategies with a focused approach as is required for a particular line of business in a conglomerated entity having multiple businesses. The Group further believes that the proposed Scheme will help in facilitating further investment opportunities from strategic investors/financial investors depending on the particular business interests and risk appetite and also will help in achieving restructuring for shareholders of various companies in the Group, in a manner which will unlock value for them. The proposed Scheme is expected to provide other intangible benefits that the Group has built over decades various businesses and exploit the synergies in the Group interests and risk perceptions.

3. Rationale of the Scheme

The following reasons and rationale underlying the Scheme, which would make it beneficial for all the companies involved in the Scheme, and their respective shareholders:

a. SBCPL and SCL are both companies carrying on the business of making and holding investments in various specific lines of businesses carried on by the Group, and have both been incorporated with similar objects. The amalgamation of these two companies will achieve the purpose of simplifying the Group structure by amalgamating entities which are similar in their fields of operation and objectives, unlock value for their respective shareholders, and eliminate the need for multiple layers of entities with the same focus thus enhancing value for all shareholders.

b. The proposed demerger of SCL and vesting of the three undertakings of SCL, namely (i) Life Insurance Undertaking; (ii) General Insurance Undertaking, and (iii) Financial Services Undertaking, into SLIH, SGIH and SIHL respectively, from SCL, will enable the segregation of these lines of businesses each of which have independent requirements, strategies, focus and objectives. The demerger and vesting of these independent lines of businesses and undertakings into separate Resulting Companies, will enable those companies to carry on each of the specialized lines of business with greater focus, tailormade strategies for operations and growth; enable the attribution of appropriate risk and valuation based on the risk-return profiles of each line of business; provide greater visibility to each of these lines of business, and enable them to attract investments.

c. The merger of SCL with its remaining undertaking, with STFC, will achieve the combination of the remaining line of business activities (i.e. other than the Life Insurance, General Insurance and Financial Services) of SCL with STFC, which is a listed entity engaged in the business of financial lending. This will ensure that the companies forming part of the Group, which are focused on the business of lending are concentrated in a single large entity, which has the necessary means, presence and resources to achieve larger scale in the business of lending, while reducing the presence of multiple entities across the Group, with an interest and presence in the same line of business.

d. The proposal in the Scheme to amalgamate SCUF with STFC, will also serve to be highly beneficial to all the stakeholders, by bringing together the capabilities and the presence of the Group in the categories of transport finance, and retail finance, and in the process create a larger financial lending entity with both these businesses combined, widen the range of services and products offered to customers and the resulting benefits of scale and synergies of operation. This proposed merger will further consolidate the leadership position of STFC

in the 'Commercial Vehicle' market. Following the proposed merger, and by virtue of SCUF's extensive understanding of credit culture, the amalgamated entity will be able to launch retail finance products in locations that SCUF has not been able to penetrate. The combination of the operations of these two entities with their own vast networks of customers, will uniquely position the Group to ensure that each line of business is expanded to its fullest potential on the strength of a larger, amalgamated entity. As a single entity it will be able to achieve economies of scale in operations, lower funding costs.

e. The Transferor Company 1, Transferor Company 2, the Resulting Company 1, Resulting Company 2, Resulting Company 3 and the Transferee Company 2, are part of the Group. Their promoters are a common set of persons, and the demerger and amalgamation contemplated in the Scheme would only strengthen and reinforce the management of these companies, while creating a dedicated leadership and management for each of the lines of business or verticals.

f. Being companies forming part of the Group, the amalgamation and demerger contemplated in the Scheme, would create entities that are unique to each of the lines of business activities carried on by the Group, while also enabling consolidation and lead to a more efficient utilization of capital, and create a consolidated base for the future growth of the various entities.

g. The amalgamation envisaged in the Scheme will also enable appropriate consolidation of the activities of Transferor Company1, Transferor Company 2, the Resulting Company-1, Resulting Company 2 ,Resulting Company 3 and the Transferee Company-2 with pooling and more efficient utilization of their resources, greater economies of scale, cost synergy, ease of regulatory compliances and improvement in various operating parameters, in addition to enabling the carrying on of each of the businesses in a more efficient, streamlined and organized fashion.

4. Fair Equity Share Exchange Ratio

The Valuation Report issued by M/S. Ernst & Young Merchant Banking Services LLP and Ms. Drushti R. Desai, M/s. Bansi S. Mehta & Co., Chartered Accountants, Registered Valuers, recommended following fair equity share exchange ratio:

For the Proposed Merger of SCUF into STFC

One Hundred and Fifty Five (155) equity shares of STFC of ₹ 10/- fully paid up for every One Hundred (100) equity shares of SCUF of ₹ 10/- each fully paid up.

The Registered Valuers worked independently in their analysis and independently arrived at

different values per share of the Valuation Subjects. However, to arrive at the consensus on the Fair Equity Share Exchange Ratio for the Proposed Merger, appropriate minor adjustments, rounding off has been done in the values arrived at by the Valuers.

For the Proposed Merger of SCUF into STFC

For every One (1) NCD of SCUF One (1) NCD of STFC of equivalent face and paid up value, coupon rate, tenure, redemption price and quantum and nature of security offered etc.

All the terms of each of the NCDs of STFC to be issued shall be the same as the respective existing NCDs of SCUF.

The Valuers have worked independently in their analysis. The Valuers have independently arrived at different values per share of the Valuation Subjects, However, to arrive the consensus on the Fair NCD Exchange Ratio for the Proposed Merger, appropriate minor adjustments, rounding off bins been done in the values arrived at by the Valuers.

5. Effect of the Scheme on Equity Shareholders (Promoters and Non-Promoter Shareholders) and Key Managerial Personnel of the Company.

The Scheme would be in the best interests of all the concerned companies and their respective shareholders. The impact of the Scheme on the shareholders including the public shareholders would be the same in all respects and no shareholder is expected to have any disproportionate advantage or disadvantage in any manner.

6. Equity Shareholders (promoter and non- promoter shareholders) :

The following share exchange ratios have been approved by the Board of Directors in their meeting held on December 13, 2021 as recommended by the Audit and Risk Management Committee based on the Valuation Report.

The Equity shareholders of Promoter shall be entitled to 97,83,305 (Ninety seven lakhs eighty three thousand three hundred and five) equity shares of STFC of ₹ 10/- fully paid up for every 10,00,00,000 (ten crores) equity shares of SCL of ₹ 1/- each fully paid up held by them on Record Date .

Non promoter shareholders will be allotted One Hundred and Fifty Five (155) equity shares of STFC of ₹ 10/- fully paid up for every One Hundred (100) equity shares of SCUF of ₹ 10/- each fully paid up.

7. Effect of the Scheme on Key Managerial Personnel

All the employees in the service of the Transferor Company 3, shall be deemed to have become the employees of Shriram Transport Finance Company Limited (“Transferee Company 2”), with

effect from the Appointed Date, and shall stand transferred to the Transferee Company 2, without any interruption of service and on terms and conditions no less favourable than those on which they are engaged by the Transferor Company 3 as on the Effective Date, including in relation to the level of remuneration and contractual andstatutory benefit, incentive plans, terminal benefits, employee stock options and pension schemes, gratuity plans, provident plans, and any other retirement benefits.

8. No special valuation difficulties were faced or reported. It is relevant to state the Valuers who recommended the share exchange ratio also have not expressed any such view in their Report.

9. Adoption of the Report by the Directors

The directors of the Company have adopted this Report after noting and considering the reports, documents and informations set forth in this report circulated to the Directors.

For and on behalf of the Board of Shriram City Union Finance Limited

Y S Charavarti

Managing Director
DIN – 00052308
Place : Chennai
Date : May 20, 2022

Annexure C

Drushti Desai Registered Valuer Registration No. IBBI/RV/06/2019/10666 **Bansi S. Mehta & Co.** Chartered Accountants 3rd Floor, Metro House, Dhobi Talao, M.G. Road, Marine Lines, Mumbai 400020.	**Ernst & Young Merchant Banking Services LLP** Registered Valuer Registration No. IBBI/RV-E/05/2021/155 14th Floor, The Ruby, 29, Senapati Bapat Marg, Dadar (West), Mumbai - 400028.

Dated: 13 December 2021

To,

The Audit Committee, **Shriram Transport Finance Company Limited** Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai- 600032.	**The Audit Committee,** **Shriram City Union Finance Limited** 123 Angappa Naicken Street, Chennai – 600001.	**The Audit Committee,** **Shriram Capital Limited** Shriram House, No. 4, Burkit Road, T Nagar, Chennai -600017.

Sub: **Recommendation of fair equity share exchange ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Company Limited**

Dear Sir / Madam,

We refer to our engagement letter's dated 23 November 2021 of Drushti Desai, ("DD") and dated 17 November 2021 of Ernst & Young Merchant Banking Services LLP ("EY"), whereby DD and EY are appointed by Shriram Capital Limited ("SCL"), Shriram City Union Finance Limited ("SCUF") and Shriram Transport Finance Company Limited ("STFC") for recommendation of fair equity share exchange ratio for the proposed merger of SCL and SCUF into STFC.

SCL, STFC and SCUF are hereinafter jointly referred to as "Companies" or "Clients" or "Valuation Subjects".

DD and EY are hereinafter jointly referred to as "Valuers" or "we" or "us" in this report.

The fair equity share exchange ratio for this report refers to number of equity shares of STFC which would be issued to the equity shareholders of SCL and SCUF pursuant to the Proposed Merger.

Our deliverable for this engagement would be a fair equity share exchange ratio report of number of equity shares of STFC which would be issued to the equity shareholders of SCL and SCUF pursuant to the Proposed Merger ("Fair Equity Share Exchange Ratio Report" or "Report"). For the purpose of this Report, we have considered the Valuation Date as 10 December 2021 ("Valuation Date"), being the last working day prior to the date of the Board Meeting for considering the Proposed Merger.

SCOPE AND PURPOSE OF THIS REPORT

STFC is a deposit taking asset financing Non-Banking Financial Company ("NBFC"), carrying on business in the area of transport finance, particularly commercial vehicles and has a niche presence in financing pre-owned trucks and small truck owners.

SCUF is engaged in the business of lending and is a deposit accepting NBFC, specializing in retail finance, which include micro small and medium enterprise (MSME) loans. It offers a range of options for financing the purchase of two-wheeler vehicles across manufacturers and brands. It also offers loan against gold jewellery. It offers home loans, through its subsidiary, Shriram Housing Finance Limited ("SHFL").

SCL is in the business of investment promotion and registered as a Systemically Important Core Investment Company ("CIC") with Reserve Bank of India. It provides management and strategic support services to Shriram group companies. For the purpose of this Report, SCL hereinafter will mean the SCL's Remaining Undertaking, post giving effect to Step 1 to 4 of the Proposed Restructuring detailed below, which will only have investment in equity shares of STFC and SCUF and general bank account with minimal value of other net assets.

The Step 1 to 4 of the Proposed Restructuring have been referred to as Conditions Precedent for the purpose of our Report ("Conditions Precedent"). Our recommendation is dependent upon completion of the Conditions Precedent as represented to us by the Management. Any change in this assumption would impact the fair equity share exchange ratio recommended by us.

We understand that the management of the Companies (hereinafter referred to as "the Management") are contemplating through a composite scheme of arrangement and amalgamation the following Steps:

1. Merger of Shrilekha Business Consultancy Private Limited into SCL;
2. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving financial services, brands and the SCL's strategic investment in its subsidiaries, namely, Shriram Overseas Investments Private Limited, Shriram Credit Company Limited, Shriram Value Services Limited, Way2Wealth Insurance Brokers Private Limited, Bharat Re-Insurance Brokers Private Limited (except equity investment in STFC and SCUF and general bank accounts with minimal value of other net assets) (hereinafter collectively referred to as "Financial Services Undertaking Subsidiaries") into Shriram Investment Holdings Limited;
3. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving Life Insurance, and the SCL's strategic investment in Shriram Life Insurance Company Limited (hereinafter referred to as "Life Insurance Undertaking") into Shriram LI Holdings Private Limited;
4. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving General Insurance, and the SCL's strategic investment in Shriram General Insurance Company Limited (hereinafter referred to as "General Insurance Undertaking") into Shriram GI Holdings Private Limited; and
5. Merger of SCL (which will have only investment in equity shares of STFC and SCUF and general bank accounts with minimal value of other net assets) and Shriram City Union Finance Limited into Shriram Transport Finance Company Limited (this step is hereinafter referred to as "Proposed Merger").

The aforesaid restructuring is proposed under a Composite Scheme of Arrangement under the provisions of Sections 230-232 read with Section 52 and the other applicable provisions of the Companies Act, 2013 ("Proposed Restructuring").

In this connection, the Board of Directors of SCL, STFC and SCUF have appointed DD and EY, Registered Valuers, to recommend a Fair Equity Share Exchange Ratio, for issue of STFC's equity shares to the equity shareholders of SCL and SCUF for the Proposed Merger.

We understand that the appointed date for the Proposed Merger as per the draft scheme shall be 1 April 2022.

The scope of our services is to conduct a relative (and not absolute) valuation of equity shares of the Valuation Subjects and report a Fair Equity Share Exchange Ratio for the Proposed Merger in accordance with internationally accepted valuation standards / ICAI Valuation Standards 2018 issued by the Institute of Chartered Accountants of India as applicable.

The Valuers have worked independently in their analysis. The Valuers have independently arrived at different values per share of the Valuation Subjects. However, to arrive at the consensus on the Fair Equity Share Exchange Ratio for the Proposed Merger, appropriate minor adjustments, rounding off has been done in the values arrived at by the Valuers.

We have been provided with the Unaudited limited reviewed financials of STFC and SCUF for the six months ended 30 September 2021, Audited financial statements of SCL for the six months ended 30 September 2021 and unaudited carved out balance sheet of SCL as of 30 September 2021 (based on the audited financial statements of SCL assuming that steps 1 to 4 of the Proposed Restructuring have been completed). We have taken into consideration the current market parameters in our analysis and have made adjustments for additional facts made known to us till the date of our Report. The Management has informed us that there are no unusual/abnormal events in the Companies materially impacting their operating/financial performance other than (i) conversion of outstanding warrants of STFC subscribed by SCL and (ii) subscription of additional equity capital by SCUF into SHFC after 30 September 2021 till the Report date. Further, we have been informed that all material information impacting the Valuation Subjects have been disclosed to us.

We have relied on the above while arriving at the fair equity share exchange ratio for the Proposed Merger.

We have been informed that till the Proposed Merger becomes effective, neither Companies would declare any substantial dividends having materially different yields as compared to past few years.

We have been informed that, in the event that either of the Companies restructure their equity share capital by way of share split / consolidation / issue of bonus shares before the Proposed Merger becomes effective, the issue of shares pursuant to the fair equity share exchange ratio recommended in this Report shall be adjusted accordingly to take into account the effect of any such corporate actions.

This Report is our deliverable for the above engagement.

This Report is subject to the scope, assumptions, qualifications, exclusions, limitations and disclaimers detailed hereinafter. As such, the Report is to be read in totality and not in parts.

SOURCES OF INFORMATION

In connection with this exercise, we have received/obtained the following information about the Valuation Subjects from the Management:

- Annual Reports for the year ended 31 March 2021 and earlier years for STFC and SCUF
- Unaudited limited reviewed financials for six months ended 30 September 2021 for STFC and SCUF
- Audited financial statements of SCL for six months ended 30 September 2021 and earlier years.

DRUSHTI RAHUL DESAI REGISTERED VALUER

- Unaudited carved out balance sheet for SCL as of 30 September 2021 reflecting only investment in equity shares of STFC and SCUF (based on the audited financial statements of SCL assuming that steps 1 to 4 of the Proposed Restructuring have been completed).
- Other relevant information and documents for the purpose of this engagement

During the discussions with the Management, we have also obtained explanations, information and representations, which we believed were reasonably necessary and relevant for our exercise. The Clients have been provided with the opportunity to review the draft report (excluding the recommended fair equity share exchange ratio) as part of our standard practice to make sure that factual inaccuracy/omissions are avoided in our Report.

PROCEDURES ADOPTED AND VALUATION METHODS FOLLOWED

In connection with this exercise, we have adopted the following procedures to carry out the valuation:

- Requested and received financial and qualitative information
- Used data available in public domain related to the Companies and its peers
- Discussions (physical/over call) with the Management to:
  - Understand the business and fundamental factors that affect its earning-generating capability including strengths, weaknesses, opportunity and threats analysis and historical financial performance.
- Undertook Industry Analysis:
  - Research publicly available market data including economic factors and industry trends that may impact the valuation
  - Analysis of key trends and valuation multiples of comparable companies/comparable transactions using: Proprietary databases subscribed by us or our network firms
- Selection of internationally accepted valuation methodology/(ies) as considered appropriate by us.
- Arriving at valuation of Valuation Subjects in order to determine the fair equity share exchange ratio for the Proposed Merger





SCOPE LIMITATIONS, ASSUMPTIONS, QUALIFICATIONS, EXCLUSIONS AND DISCLAIMERS

This Report is subject to the limitations detailed in respective engagement letters. As such, the Report is to be read in totality, and not in parts, in conjunction with the relevant documents referred to herein.

Provision of valuation opinions and consideration of the issues described herein are areas of our regular practice. The services do not represent accounting, assurance, accounting / tax due diligence, consulting or tax related services that may otherwise be provided by us or our affiliates.

The recommendation contained herein is not intended to represent value at any time other than Report date. We have no obligation to update this Report.

This Report, its contents and the results herein are specific to (i) the purpose of valuation agreed as per the terms of our engagement; (ii) the Report Date; (iii) Unaudited carved out balance sheet of SCL as of 30 September 2021; (iv) Audited financials of SCL for six months ended 30 September 2021 (v) Unaudited limited reviewed financials of STFC and SCUF for six months ended 30 September 2021 and (vi) other information obtained by us from time to time. We have been informed that the business activities of the Valuation Subjects have been carried out in the normal and ordinary course between 30 September 2021 and the Report date (i) conversion of outstanding warrants of STFC subscribed by SCL and (ii) subscription of additional equity capital by SCUF into SHFC after 30 September 2021 till the Report date, and that no material changes have occurred in their respective operations and financial position between 30 September 2021 and the Report date.

Valuation analysis and results are specific to the purpose of valuation and as per the agreed terms of the respective engagements. It may not be valid for any other purpose or as of any other date. Also, it may not be valid if done on behalf of any other entity.

A valuation of this nature is necessarily based on the prevailing stock market, financial, economic and other conditions in general and industry trends in particular as in effect on and the information made available to us as of, the date hereof. This Report is issued on the understanding that the Management has drawn our attention to all the matters, which they are aware of concerning the financial position of the Companies and any other matter, which may have an impact on our opinion, on the fair equity share exchange ratio for the Proposed Merger. Events occurring after the date hereof may affect this report and the assumptions used in preparing it, and we do not assume any obligation to update, revise or reaffirm this report.

The recommendation rendered in this Report only represent our recommendation based upon information furnished by the Companies and gathered from public domain (and analysis thereon) and the said recommendation shall be considered to be in the nature of non-binding advice. Our recommendation should not be used for advising anybody to take buy or sell decision, for which specific opinion needs to be taken from expert advisors.

In the course of the valuation, we were provided with both written and verbal information, including market, financial and operating data. In accordance with the terms of our respective engagements, we have carried out relevant analyses and evaluations through discussions, calculations and such other means, as may be applicable and available, we have assumed and relied upon, without independently verifying (i) the accuracy of the information that was publicly available, sourced from subscribed databases and formed a substantial basis for this Report and (ii) the accuracy of information made available to us by the Companies. While information obtained from the public domain or external sources have not been verified for authenticity, accuracy or completeness, we have obtained information, as far as possible, from sources generally considered to be reliable. We assume no responsibility for such information. Our valuation does not constitute

as an audit or review in accordance with the auditing standards applicable in India, accounting / financial / commercial / legal / tax / environmental due diligence or forensic / investigation services and does not include verification or validation work. In accordance with the terms of our engagement / appointment letters and in accordance with the customary approach adopted in valuation exercises, we have not audited, reviewed, certified, carried out a due diligence, or otherwise investigated the historical financials / financial information or individual assets or liabilities, provided to us regarding the Companies / subsidiary / associates / joint ventures / investee companies. Accordingly, we do not express an opinion or offer any form of assurance regarding the truth and fairness of the financial position as indicated in such historical financials / financial statements. Also, with respect to explanations and information sought from the Companies, we have been given to understand by the Companies that they have not omitted any relevant and material factors and that they have checked the relevance or materiality of any specific information to the present exercise with us in case of any doubt. Our conclusion is based on the assumptions and information given by / on behalf of the Companies. The Management has indicated to us that they have understood that any omissions, inaccuracies or misstatements may materially affect our valuation analysis / results.

The COVID-19 (SARS-CoV-2) ("COVID - 19" or "Covid") is presenting potentially significant impacts upon economic activity and certain businesses. At the Valuation Date, the Covid crisis is still ongoing, and the future impact of the Covid was not capable of being qualitatively or quantitatively assessed at this time. For carrying out the valuation, we have factored the impact of Covid in the valuation based on the information available till the Valuation Date and based on our understanding of the likely impact on the Valuation Subjects. However, this should not be considered as an accurate assessment of the future impact of the COVID-19 on Valuation Subjects, or any prediction regarding the future course of events that would arise due to the Covid crisis.

The Report assumes that the Companies comply fully with relevant laws and regulations applicable in all its areas of operations unless otherwise stated, and that the Companies will be managed in a competent and responsible manner. This Report has given no consideration to matters of a legal nature, including issues of legal title and compliance with local laws, and litigation and other contingent liabilities that are not disclosed in the audited / unaudited balance sheets of the Companies / subsidiary / associates / joint ventures / investee companies, if any. No investigation of Companies' (or their investee companies) claim to title of assets has been made for the purpose of this Report and Companies' (or their investee companies) claim to such rights has been assumed to be valid. No consideration has been given to liens or encumbrances against the assets, beyond the loans disclosed in the accounts. Therefore, no responsibility is assumed for matters of a legal nature. Our conclusion of value assumes that the assets and liabilities of the Valuation Subjects, reflected in their respective latest balance sheets remain intact as of the Report date.

This Report has been prepared for the purposes stated herein and should not be relied upon for any other purpose. Clients are the only authorized user of this report and is restricted for the purpose indicated in the engagement letter. This restriction does not preclude the Clients from providing a copy of the report to third-party advisors whose review would be consistent with the intended use. We do not take any responsibility for the unauthorized use of this report. In no event shall we be liable for any loss, damages, cost or expenses arising in any way from fraudulent acts, misrepresentations or willful default on part of the Clients or Companies, their directors, employees or agents. The Report should not be copied or reproduced without obtaining our prior written approval for any purpose other than the purpose for which it is prepared.

We have not carried out any physical verification of the assets and liabilities of the Valuation Subjects and take no responsibility for the identification of such assets and liabilities.

This Report does not look into the business/commercial reasons behind the proposed transaction nor the likely benefits arising out of it. Similarly, it does not address the relative merits of the proposed transaction as compared with any other alternative business transaction, or other alternatives, or whether or not such alternatives could be achieved or are available.

The valuation analysis and result are governed by concept of materiality.

The fee for the engagement is not contingent upon the results reported.

We will not be liable for any losses, claims, damages or liabilities arising out of the actions taken, omissions of or advice given by any other to the Companies. In no event shall we be liable for any loss, damages, cost or expenses arising in any way from fraudulent acts, misrepresentations or willful default on part of the Companies, their directors, employees or agents.

It is understood that this analysis does not represent a fairness opinion. This report is not a substitute for the third party's own due diligence/ appraisal/ enquiries/ independent advice that the third party should undertake for his purpose.

This Report is subject to the laws of India.

Neither the Report nor its contents may be referred to or quoted in any registration statement, prospectus, offering memorandum, annual report, loan agreement or other agreement or document given to third parties, other than in connection with the proposed Scheme of Arrangement, without our prior written consent. In addition, this report does not in any manner address the prices at which equity shares of the Companies will trade following announcement of the Proposed Merger and we express no opinion or recommendation as to how the shareholders of either company should vote at any shareholders' meeting(s) to be held in connection with the Proposed Merger.

Disclosure of RV Interest or Conflict, if any and other affirmative statements

We do not have any financial interest in the Clients, nor do we have any conflict of interest in carrying out this valuation.

Further, the information provided by the Management have been appropriately reviewed in carrying out the valuation. Sufficient time and information was provided to us to carry out the valuation.



SHAREHOLDING PATTERN

STFC

The issued and subscribed equity share capital of STFC as of 30 September 2021 is INR 2,687.8 million consisting of 26,87,83,613 equity shares of face value of INR 10 each. The shareholding pattern is as follows:

Shareholding Pattern as on 30 September 2021	No. of Shares	% Shareholding
Promoter & Group	6,87,57,953	25.58%
Public	20,00,25,660	74.42%
Grand Total	**26,87,83,613**	**100.0%**

Source: BSE

In addition to above SCL has exercised the warrants of STFC against which 17,36,100 equity shares have been issued to SCL on 25 November 2021.

Accordingly, the total number of equity shares outstanding as of the Report date is 27,05,19,713.

SCUF

The issued and subscribed equity share capital of SCUF as of 30 September 2021 is INR 660.6 million consisting of 6,60,62,334 equity shares of face value of INR 10 each. The shareholding pattern is as follows:

Shareholding Pattern as on 30 September 2021	No. of Shares	% Shareholding
Promoter & Group	2,28,59,977	34.60%
Public	4,32,02,357	65.40%
Grand Total	**6,60,62,334**	**100.0%**

Source: BSE

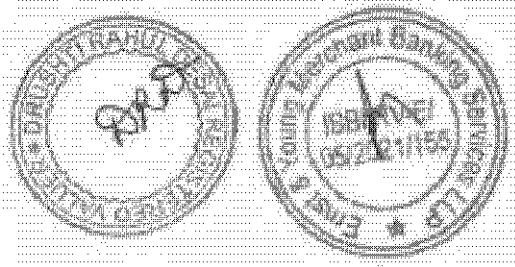
In addition to the above, SCUF had 14,45,049 ESOPs outstanding as on the Valuation Date.

SCL

The issued and subscribed equity share capital of SCL as of 30 September 2021 is INR 1,074.41 million consisting of 1,07,44,13,131equity shares of face value of INR 1 each. The shareholding pattern is as follows:

Shareholding Pattern as on 30 September 2021	No. of Shares	% Shareholding
Shriram Financial Ventures (Chennai) Private Limited	75,81,19,281	70.56%
Srilekha Business Consultancy Private Limited	21,49,12,006	20.00%
TPG India Investments II Inc., Mauritius	10,13,80,344	09.44%
Others	1,500	0.00%
Grand Total	**1,07,44,13,131**	**100.0%**

Source: Management



APPROACH FOR RECOMMENDATION OF FAIR EQUITY SHARE EXCHANGE RATIO

The Proposed Merger contemplates the merger of SCL and SCUF into STFC. Arriving at the fair equity share exchange ratio for the Proposed Merger of SCL and SCUF into STFC would require determining the relative value of SCL, SCUF and the value of the equity shares of STFC. These values are to be determined independently, but on a relative basis for the Valuation Subjects, without considering the effect of the Proposed Merger.

Our choice of methodology of valuation has been arrived at using usual and conventional methodologies adopted for mergers and our reasonable judgment, in an independent and bona fide manner.

The Valuation Approach adopted by DD and EY is given in Annexure 1A and 1B respectively (Annexure 1A and 1B together referred to as Annexures).

BASIS OF FAIR EQUITY FAIR EQUITY SHARE EXCHANGE RATIO

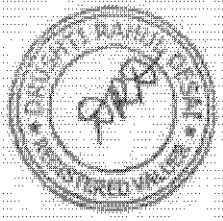
The basis of the merger of SCL and SCUF into STFC would have to be determined after taking into consideration all the factors and methods mentioned hereinabove. Though different values have been arrived at under each of the above methods, for the purposes of recommending the fair equity share exchange ratio of equity shares it is necessary to arrive at a final value for each Valuation Subject. It is however important to note that in doing so, we are not attempting to arrive at the absolute equity values of the Valuation Subjects, but at their relative values to facilitate the determination of the fair equity share exchange ratio. For this purpose, it is necessary to give appropriate weights to the values arrived at under each approaches / methods.

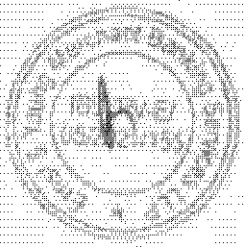
The fair equity share exchange ratio has been arrived at on the basis of a relative equity valuation of Valuation Subjects based on the various approaches / methods explained herein earlier and various qualitative factors relevant to each company and the business dynamics and growth potentials of the businesses of the Valuation Subjects, having regard to information base, key underlying assumptions and limitations.

In the ultimate analysis, valuation will have to be arrived at by the exercise of judicious discretion by us and judgments taking into account all the relevant factors. There will always be several factors, e.g. quality of the management, present and prospective competition, yield on comparable securities and market sentiment, etc. which are not evident from the face of the balance sheets but which will strongly influence the worth of a share. The determination of exchange ratio is not a precise science and the conclusions arrived at in many cases will, of necessity, be subjective and dependent on the exercise of individual judgment. This concept is also recognized in judicial decisions. There is, therefore, no indisputable single exchange ratio.

While we have provided our recommendation of the Fair Equity Share Exchange Ratio based on the information available to us and within the scope and constraints of our engagement, others may have a different opinion as to the Fair Equity Share Exchange Ratio. The final responsibility for the determination of the exchange ratio at which the Proposed Merger shall take place will be with the Board of Directors of the respective Companies who should take into account other factors such as their own assessment of the Proposed Merger and input of other advisors.

We have independently applied methods discussed in the Annexures, as considered appropriate, and arrived at the value per share of the Companies. To arrive at the consensus on the fair equity share exchange ratio for the Proposed Merger, suitable minor adjustments / rounding off have been done.





Recommendation of share entitlement ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

In light of the above, and on a consideration of all the relevant factors and circumstances as discussed and outlined hereinabove, we recommend the following fair equity share exchange ratio

For the Proposed Merger of SCL into STFC:

97,83,305 (Ninety Seven Lakhs Eighty Three Thousand Three Hundred and Five) equity shares of STFC of INR 10/- each fully paid up for every 10,00,00,000 (Ten Crore) equity shares of SCL of INR 1/- each fully paid up.

For the Proposed Merger of SCUF into STFC:

One Hundred and Fifty Five (155) equity shares of STFC of INR 10/- each fully paid up for every 100 (Hundred) equity shares of SCUF of INR 10/- each fully paid up.

It should be noted that we have not examined any other matter including economic rationale for the Proposed Transaction per se or accounting, legal or tax matters involved in the Proposed Transaction.

Respectfully submitted, **DRUSHTI R. DESAI** Registered Valuer Registration Number: IBBI/RV/06/2019/10666 **DRUSHTI R. DESAI** UDIN: Place: Mumbai Date: 13 December 2021	Respectfully submitted, **Ernst & Young Merchant Banking Services LLP** Registered Valuer Registration No. IBBI/RV-E/05/2021/155 **Parag Mehta** Partner Place: Mumbai Date: 13 December 2021

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Annexure 1A- Approach to Valuation - DD

It is universally recognised that valuation is not an exact science and that estimating values necessarily involves selecting a method or approach that is suitable for the purpose.

For the purpose of arriving at valuation of the Valuation Subjects I have considered the valuation base as 'Fair Value'. Our valuation, and this report, is based on the premise of "going concern value". Any change in the valuation base, or the premise could have significant impact on our valuation exercise, and therefore, this Report.

It may be noted that the Institute of Chartered Accountants of India (ICAI) on June 10, 2018 has issued the ICAI Valuation Standards ("IVS") effective for all the valuation reports issued on or after July 1, 2018. IVS are mandatory for a valuation done under the Companies Act, 2013, and recommendatory for valuation carried out under other statutes/ requirements. I have given due cognizance to the same in carrying out the valuation exercise.

IVS 301 on Business Valuations deals with valuation of a business or business ownership interest (i.e. it includes valuation of equity shares).

IVS 301 specifies that generally, the following three approaches are used for valuation of business/business ownership interest:

1. Market approach
2. Income approach
3. Cost approach

Each of the above approaches are discussed in the following paragraphs.

Market Price Method:

This method involves determining the market price of an entity based on its traded price on the stock exchange over a reasonable period of time. I have determined the market price of shares of SCUF and STFC based on weighted average price on NSE over a period of three months prior to the Valuation Date. The equity shares of SCL are not listed, therefore, the Market Price Method is not used to determine the value of SCL.

Comparable Companies Multiple Method ("CCM")

This method involves valuing an asset based on market multiple of comparable companies as related to earnings, assets etc.

Income approach based on PE Multiple

Under the Comparable Companies Multiple Method based on Income Approach, I have computed the fair value based on the earnings. I have valued STFC and SCUF by applying Price to Earnings multiple to its Profits for the trailing twelve months ended September 30, 2021.

Asset based approach based on PB Multiple

Under the Comparable Companies Multiple Method based on assets, I have computed the fair value based on the asset base. I have valued STFC and SCUF by applying Price to Book multiples to its Book Value as of September 30, 2021.

SCL comprises of equity investment in SCUF and STFC and general bank accounts with minimal net other assets. Therefore, it derives its value based on its underlying assets. I have therefore, not considered it appropriate to use CCM Method to derive the value of SCL.

DCF Method

For lending business, the more appropriate method of valuation would be to value the worth of the existing loan portfolio considering the parameters that are normally relevant for such valuation. Normally, such businesses are valued by applying multiples to the book value as also to profits which are both captured under the CCM Method discussed above. Further, in the absence of availability of business plan for SCUF and STFC. Therefore, I have not considered the DCF Method for valuing the Company.

Cost Approach:

It is a valuation approach that reflects the amount that would be required currently to replace the service capacity of an asset (often referred to as current replacement cost). IVS 301 on Business Valuations and IVS 103 on Valuation Approaches and Methods specify that common methodologies for Cost Approach are Replacement Cost Method and Reproduction Cost Method. These methods involve determining the value of the asset based on the cost that will have to be incurred to recreate/replicate the asset with substantially the same utility as that of the asset under valuation.

If assets of this quality were to be acquired by the Company, then its value in this case would be the value determined by following the commonly adopted market parameters used for valuing such businesses, which in turn would draw us back to the approach of valuation based on multiples applied to the assets and profits, which is computed under CCM Approach.

The value of SCL is based on the fair value of its underlying assets, being investments in SCUF and STFC. Therefore, Cost Approach is used to determine its value.

Attention may also be drawn to Regulation 158 of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("ICDR Regulation") which specifies that preferential issue of equity shares to shareholders of an unlisted entity pursuant to a National Company Law Tribunal approved scheme shall conform with the pricing provisions of preferential issue specified under Regulation 164 of the said regulations. Further, it may be noted that Regulation 164 specifies the base price for issue of shares on a preferential basis. In the Proposed Merger, SCL, an unlisted entity is amalgamating with STFC, a listed entity. I have therefore, given due cognizance to the base price derived using the formula

prescribed under ICDR Regulations for determining the base price used for the swap ratio for merger of SCL into STFC.

Fair Valuation:

I have arrived at the fair value of equity shares of STFC and SCUF by applying equal weights to the value derived under CCM and Market Price Method. The value for CCM is derived by giving equal weights to the value under income approach based on PE Multiple and value under asset based approach using PB Multiple.

The fair value for SCL is the value derived under the Cost Approach.

The computation of fair equity share exchange ratio for Merger of SCL into STFC by DD is tabulated below:

Valuation Approach	SCL (A)		STFC (B)	
	Value per Share of SCL (INR)	Weight	Value per Share of STFC (INR)	Weight
Comparable Companies Multiple Method				
Income Approach based on PE Multiple	NA	NA	1,409.1	
Asset Approach based on PB Multiple	NA	NA	1,887.8	
Average Price under CCM Method (i)	NA	NA	1,648.5	50%
Market Price Method (ii)	NA	NA	1,452.7	50%
Cost Approach (iii)	151.7	100%	NA	NA
Relative Value per Share (Average of (i) and (ii) and (iii) [I]	151.7		1,550.6	
Price per Share as per ICDR Regulations [II]			1,457.2	
Value considered for ratio being higher of the value of STFC under [I] and [II]			1,550.6	
Fair Equity Share Exchange Ratio (A/B) (Rounded)	**0.09783305**			

We have not used Discounted Cash Flow method as the business plan for the Valuation Subjects was not provided.



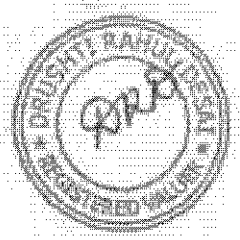


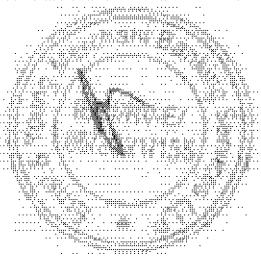
Recommendation of share entitlement ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

The computation of fair equity share exchange ratio for Merger of SCUF into STFC by DD is tabulated below:

Valuation Approach	SCUF (A)		STFC (B)	
	Value per Share of SCUF (INR)	Weight	Value per Share of STFC (INR)	Weight
Comparable Companies Multiple Method				
Income Approach based on PE Multiple	2,395.8		1,409.1	
Asset Approach based on PB Multiple	2,854.7		1,887.8	
Average Price under CCM Method (i)	2,625.2	50%	1,648.5	50%
Market Price method (ii)	2,169.9	50%	1,452.7	50%
Cost Approach (iii)	NA	NA	NA	NA
Relative Value per Share (Average of (i) and (ii) and (iii)	2,397.5		1,550.6	
Fair Equity Share Exchange Ratio (A/B) (Rounded)	**1.55**			

We have not used Discounted Cash Flow method as the business plans for the Valuation Subjects was not provided.





Annexure 1B- Approach to Valuation – EY

There are primarily three approaches to valuation (viz., Cost Approach, Market Approach and Income Approach). For any valuation, all the approaches may not be relevant and therefore will not give a fair estimate of value. Hence, the approach most suitable for that specific business / company must be applied in the valuation exercise, based on the experience and common practices adopted by valuers.

According to IVS 104 "Fair Value is the estimated amount for which an asset or liability should exchange on the Valuation Date between a willing buyer and a willing seller in an arm's length transaction, after proper marketing and where the parties had each acted knowledgeably, prudently and without compulsion".

We have adapted internationally accepted valuation standards and approaches in delivering our valuation conclusion. There are several principal valuation approaches under International Valuation Standard of which we have considered only those approaches to the extent, it is applicable and relevant.

The various approaches generally adopted in valuation are as under:

1. Income Approach: Discounted Cash Flow Method
2. Market Approach: Comparable Companies Market Multiple Method, Comparable Transactions Method and Market Price Method
3. Asset Approach: Net Asset Value Method

We have used the Market Approach (i.e. Market Price Method and Comparable Companies' Market Multiples Method) for valuation for STFC and SCUF and Asset Approach (i.e. Net Asset Value method) for valuation of SCL adjusted for fair value of investment in equity shares of STFC and SCUF.

Income Approach - Discounted Cash Flow (DCF) method: Under the DCF method the projected free cash flows to the firm are discounted at the weighted average cost of capital. The sum of the discounted value of such free cash flows is the value of the firm. Such DCF analysis involves determining the following:

- *Estimating future free cash flows:*

Free cash flows are the cash flows expected to be generated by the company that are available to the providers of the company's capital – both debt and equity.

- *Appropriate discount rate to be applied to cash flows i.e. the cost of capital*

This discount rate, which is applied to the free cash flows, should reflect the opportunity cost to all the capital providers (namely shareholders and creditors), weighted by their relative contribution to the total capital of the company. The opportunity cost to the capital provider equals the rate of return the capital provider expects to earn on other investments of equivalent risk.

We have not used Discounted Cash Flow method as the business plan for the Valuation Subjects was not provided to us.

Market Approach - Market Price (MP) method: Under this method, the value of shares of a company is determined by taking the average of the market capitalization of the equity shares of such companies as quoted on a recognized stock exchange over reasonable periods of time where such quotations are arising from the shares being regularly and freely traded in an active market, subject to the element of speculative support that may be inbuilt in the market price.

The equity shares of STFC and SCUF are listed on the National Stock Exchange and Bombay Stock Exchange and are traded frequently. In these circumstances the share prices observed on NSE for STFC and SCUF over a reasonable period have been considered for arriving at the value per equity share of STFC and SCUF under the Market Price method. Market Price method is not used for valuation of SCL.

Market Approach - Comparable Companies' Multiples (CCM) method: Under this method, one attempts to measure the value of the shares / business of a company by applying the derived market multiple based on market quotations of comparable public / listed companies, in an active market, possessing attributes similar to the business of such company - to the relevant financial parameter of the company / business. This valuation is based on the principle that such market valuations, taking place between informed buyers and informed sellers, incorporate all factors relevant to valuation. Relevant multiples need to be chosen carefully and adjusted for differences between the circumstances. In the present valuation analysis, we have considered CCM method (using Price/Book Multiple and Price/Earnings Multiple) for arriving the value per equity share of STFC and SCUF. CCM method is not used for valuation of SCL.

Cost Approach – Net Asset Value (NAV) method: Under this approach, the net asset value method is considered, which is based on the underlying net assets and liabilities. In the present valuation analysis, we have considered NAV method (adjusted for fair value of investment of equity shares of STFC and SCUF as per above methods) for arriving the value per equity share of SCL.

Fair Valuation:

We have arrived at the fair value of equity shares of STFC and SCUF by applying equal weights to the value derived under CCM method and Market Price Method. The value for CCM is derived by giving equal weights to the value based on P/E Multiple and based on P/B Multiple.

The fair value for SCL is the value derived under the Cost Approach as per NAV method.

Attention may also be drawn to Regulation 158 of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("ICDR Regulation") which specifies that preferential issue of equity shares to shareholders of an unlisted entity pursuant to a National Company Law Tribunal approved scheme shall conform with the pricing provisions of preferential issue specified under Regulation 164 of the said regulations. Further, it may be noted that Regulation 164 specifies the base price for issue of shares on a preferential basis. In the Proposed Merger, SCL, an unlisted entity is amalgamating with STFC, a listed entity. We have therefore, given due cognizance to the base price derived using the formula prescribed under ICDR Regulations for determining the base price used for the swap ratio.



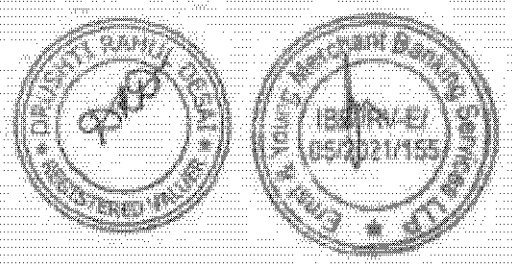


Recommendation of share entitlement ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

The computation of fair equity share exchange ratio for Merger of SCL into STFC by EY is tabulated below:

Valuation Approach	SCL (A)		STFC (B)	
	Value per Share of SCL (INR)	Weight	Value per Share of STFC (INR)	Weight
Market Approach - CCM method				
- Based on P/E Multiple	NA		1,379.1	
- Based on P/B Multiple	NA		1,642.5	
Average Price under CCM Method (i)	NA	NA	1,510.8	50%
Market Approach - Market Price method (ii)	NA	NA	1,455.6	50%
Cost Approach - NAV method (iii)	145.1	100%	NA	NA
Income Approach – DCF method*	NA	NA	NA	NA
Relative Value per Share (Average of (i) and (ii) and (iii) [I]	**145.1**		**1,483.2**	
Price per Share as per ICDR Regulations [II]			1,457.2	
Value considered for ratio being higher of the value of STFC under [I] and [II]	**145.1**		**1,483.2**	
Fair Equity Share Exchange Ratio (A/B) (Rounded)	**0.09783305**			

** We have not used Discounted Cash Flow method as the business plans for the Valuation Subjects was not provided.*

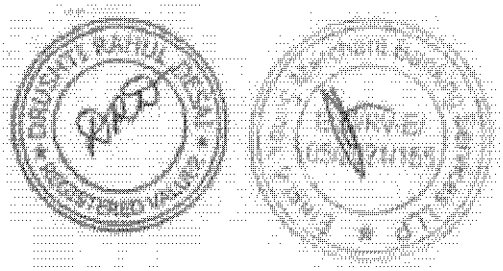


Recommendation of share entitlement ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

The computation of fair equity share exchange ratio for Merger of SCUF into STFC by EY is tabulated below:

Valuation Approach	SCUF (A)		STFC (B)	
	Value per Share of SCL (INR)	Weight	Value per Share of STFC (INR)	Weight
Market Approach - CCM method				
- Based on P/E Multiple	2,677.8		1,379.1	
- Based on P/B Multiple	2,343.0		1,642.5	
Average Price under CCM Method (i)	2,510.4	50%	1,510.8	50%
Market Approach - Market Price method (ii)	2,082.4	50%	1,455.6	50%
Cost Approach - NAV method (iii)	NA	NA	NA	NA
Income Approach – DCF method*	NA	NA	NA	NA
Relative Value per Share (Average of (i) and (ii) and (iii)	**2,296.4**		**1,483.2**	
Fair Equity Share Exchange Ratio (A/B) (Rounded)	**1.55**			

** We have not used Discounted Cash Flow method as the business plan for the Valuation Subjects was not provided.*



Drushti Desai Registered Valuer Registration No. IBBI/RV/06/2019/10666 **Bansi S. Mehta & Co.** Chartered Accountants 3rd Floor, Metro House, Dhobi Talao, M.G. Road, Marine Lines, Mumbai 400020.	**Ernst & Young Merchant Banking Services LLP** Registered Valuer Registration No. IBBI/RV-E/05/2021/155 14th Floor, The Ruby, 29, Senapati Bapat Marg, Dadar (West), Mumbai - 400028.

Dated: 13 December 2021

To,

The Audit Committee, **Shriram Transport Finance Company Limited** Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai- 600032.	**The Audit Committee,** **Shriram City Union Finance Limited** 123 Angappa Naicken Street, Chennai – 600001.

Sub: Recommendation of fair exchange ratio for the Non-Convertible Debenture Holders of Shriram City Union Limited on proposed Merger of Shriram City Union Finance Limited into Shriram Transport Finance Company Limited

Dear Sir / Madam,

We refer to our engagement letter's dated 23 November 2021 of Drushti Desai, ("DD") and dated 17 November 2021 of Ernst & Young Merchant Banking Services LLP ("EY"), whereby DD and EY are appointed by Shriram Capital Limited ("SCL"), Shriram City Union Finance Limited ("SCUF") and Shriram Transport Finance Company Limited ("STFC") for recommendation of fair exchange ratio for Non-Convertible Debenture ("NCD") holders on the proposed merger of SCUF into STFC.

STFC and SCUF are hereinafter jointly referred to as "Companies" or "Clients" or "Valuation Subjects".

DD and EY are hereinafter jointly referred to as "Valuers" or "we" or "us" in this report.

The fair exchange ratio for NCDs for this report refers to number of NCDs of STFC which would be issued to the NCD holders of SCUF pursuant to the Proposed Merger. In connection with the Proposed Merger, the NCD holders of SCUF will be issued NCDs of STFC at exactly same terms as respective NCDs of SCUF.

Our deliverable for this engagement would be a fair exchange ratio report of NCDs of STFC which would be issued to the NCD holders of SCUF pursuant to the Proposed Merger ("Fair NCD Exchange Ratio Report" or "Report"). For the purpose of this Report, we have considered the Valuation Date as 10 December 2021 ("Valuation Date"), being the last working day prior to the date of the Board Meeting for considering the Proposed Merger.

SCOPE AND PURPOSE OF THIS REPORT

STFC is a deposit taking asset financing Non-Banking Financial Company ("NBFC"), carrying on business in the area of transport finance, particularly commercial vehicles and has a niche presence in financing pre-owned trucks and small truck owners.

SCUF is engaged in the business of lending and is a deposit accepting NBFC, specializing in retail finance, which include micro small and medium enterprise (MSME) loans. It offers a range of options for financing the purchase of two-wheeler vehicles across manufacturers and brands. It also offers loan against gold jewellery. It offers home loans, through its subsidiary, Shriram Housing Finance Limited ("SHFL").

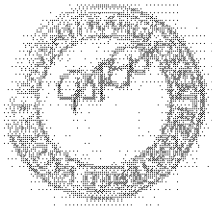
We understand that the management of the Companies (hereinafter referred to as "the Management") are contemplating the following Steps through a composite scheme of arrangement and amalgamation:

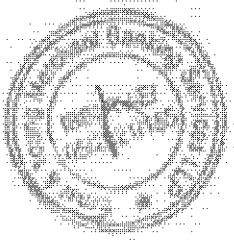
1. Merger of Shrilekha Business Consultancy Private Limited into SCL;
2. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving financial services, brands and the SCL's strategic investment in its subsidiaries, namely Shriram Overseas Investments Private Limited, Shriram Credit Company Limited, Shriram Value Services Limited, Way2Wealth Insurance Brokers Private Limited, Bharat Re-Insurance Brokers Private Limited (except equity investment in STFC and SCUF and general bank accounts with minimal value of other net assets) (hereinafter collectively referred to as "Financial Services Undertaking Subsidiaries") into Shriram Investment Holdings Limited;
3. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving Life Insurance, and the SCL's strategic investment in Shriram Life Insurance Company Limited (hereinafter referred to as "Life Insurance Undertaking") into Shriram LI Holdings Private Limited;
4. Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving General Insurance, and the SCL's strategic investment in Shriram General Insurance Company Limited (hereinafter referred to as "General Insurance Undertaking") into Shriram GI Holdings Private Limited; and
5. Merger of SCL (which will have only investment in equity shares of STFC and SCUF and general bank accounts with minimal value of other net assets) and Shriram City Union Finance Limited into Shriram Transport Finance Company Limited (this step is hereinafter referred to as "Proposed Merger"). As a part of the Proposed Merger, the NCD holders of SCUF will be issued NCDs of STFC at exactly same terms as respective NCDs of SCUF.

The aforesaid restructuring is proposed under a Composite Scheme of Arrangement under the provisions of Sections 230-232 read with Section 52 and the other applicable provisions of the Companies Act, 2013 ("Proposed Restructuring").

In this connection, the Board of Directors of SCL, STFC and SCUF have appointed DD and EY, Registered Valuers, to recommend a Fair NCD Exchange Ratio and Fair NCD Share Exchange Ratio, for issue of STFC's equity shares to the equity shareholders of SCL and SCUF for the Proposed Merger. Reference may be drawn to our Report on Fair Equity Exchange Ratio of even date. This report gives our recommendation on the Fair NCD Exchange Ratio Report.

We understand that the appointed date for the Proposed Merger as per the draft scheme shall be 1 April 2022.





The scope of our services is to conduct a relative (and not absolute) valuation of NCDs of the Valuation Subjects and report a Fair NCD Exchange Ratio for the Proposed Merger in accordance with internationally accepted valuation standards / ICAI Valuation Standards 2018 issued by the Institute of Chartered Accountants of India as applicable.

The Valuers have worked independently in their analysis. The Valuers have independently arrived at different values per share of the Valuation Subjects. However, to arrive at the consensus on the Fair NCD Exchange Ratio for the Proposed Merger, appropriate minor adjustments, rounding off has been done in the values arrived at by the Valuers.

We have been provided with the Unaudited limited reviewed financials of STFC and SCUF for the six months ended 30 September 2021 as also the details of NCDs issued by SCUF. We have taken into consideration the current market parameters in our analysis and have made adjustments for additional facts made known to us till the date of our Report. The Management has informed us that there are no unusual/abnormal events in the Companies materially impacting their operating/financial performance other than (i) conversion of outstanding warrants of STFC subscribed by SCL and (ii) subscription of additional equity capital by SCUF into SHFC after 30 September 2021 till the Report date. Further, we have been informed that all material information impacting the Valuation Subjects have been disclosed to us.

We have relied on the above while arriving at the fair NCD exchange ratio for the Proposed Merger.

We have been informed that till the Proposed Merger becomes effective, neither Companies would declare any substantial dividends having materially different yields as compared to past few years.

This Report is our deliverable for the above engagement.

This Report is subject to the scope, assumptions, qualifications, exclusions, limitations and disclaimers detailed hereinafter. As such, the Report is to be read in totality and not in parts.

SOURCES OF INFORMATION

In connection with this exercise, we have received/obtained the following information about the Valuation Subjects from the Management:

* Annual Reports for the year ended 31 March 2021 and earlier years for STFC and SCUF
* Unaudited limited reviewed financials for six months ended 30 September 2021 for STFC and SCUF
* Unaudited carved out balance sheet for SCL as of 30 September 2021 reflecting only investment in equity shares of STFC and SCUF (based on the audited financial statements of SCL assuming that steps 1 to 4 of the Proposed Restructuring have been completed).
* Details of NCDs of SCUF and STFC
* Other relevant information and documents for the purpose of this engagement

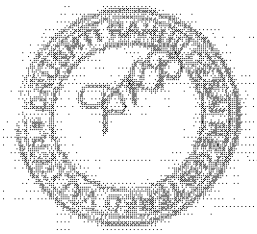
During discussions with the Management, we have also obtained explanations, information and representations, which we believed were reasonably necessary and relevant for our exercise. The Clients have been provided with the opportunity to review the draft report (excluding the recommended fair NCD exchange ratio) as part of our standard practice to make sure that factual inaccuracy/omissions are avoided in our Report.

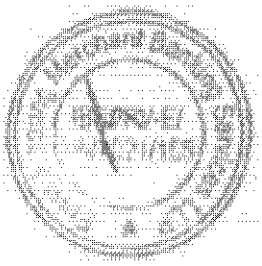
PROCEDURES ADOPTED AND VALUATION METHODS FOLLOWED

Recommendation of fair NCD exchange ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

In connection with this exercise, we have adopted the following procedures to carry out the valuation:

- Requested and received details of terms of NCDs of SCUF and STFC such as credit rating, coupon rates, tenure, redemption price and quantum and nature of security.
- Discussions (physical/over call) with the Management to understand the business and fundamental factors that affect its earning-generating capability including strengths, weaknesses, opportunity and threats analysis and historical financial performance.
- Looked at the credit rating, coupon rates, tenure, redemption price and quantum and nature of security of SCUF and STFC to assess the difference in market yields of NCDs in order to determine the fair NCD exchange ratio for the Proposed Merger.





SCOPE LIMITATIONS, ASSUMPTIONS, QUALIFICATIONS, EXCLUSIONS AND DISCLAIMERS

This Report is subject to the limitations detailed in respective engagement letters. As such, the Report is to be read in totality, and not in parts, in conjunction with the relevant documents referred to herein.

Provision of valuation opinions and consideration of the issues described herein are areas of our regular practice. The services do not represent accounting, assurance, accounting / tax due diligence, consulting or tax related services that may otherwise be provided by us or our affiliates.

The recommendation contained herein is not intended to represent value at any time other than Report date. We have no obligation to update this Report.

This Report, its contents and the results herein are specific to (i) the purpose of valuation agreed as per the terms of our engagement; (ii) the Report Date; (iii) Unaudited limited reviewed financials of STFC and SCUF for six months ended 30 September 2021 (iv) Terms of NCDs of SCUF and (vi) other information obtained by us from time to time. We have been informed that the business activities of the Valuation Subjects have been carried out in the normal and ordinary course between 30 September 2021 and the Report date (i) conversion of outstanding warrants of STFC subscribed by SCL and (ii) subscription of additional equity capital by SCUF into SHFC after 30 September 2021 till the Report date, and that no material changes have occurred in their respective operations and financial position between 30 September 2021 and the Report date.

Valuation analysis and results are specific to the purpose of valuation and as per the agreed terms of the respective engagements. It may not be valid for any other purpose or as of any other date. Also, it may not be valid if done on behalf of any other entity.

A valuation of this nature is necessarily based on the prevailing stock market, financial, economic and other conditions in general and industry trends in particular as in effect on and the information made available to us as of, the date hereof. This Report is issued on the understanding that the Management has drawn our attention to all the matters, which they are aware of concerning the financial position of the Companies and any other matter, which may have an impact on our opinion, on the fair NCD exchange ratio for the Proposed Merger. Events occurring after the date hereof may affect this report and the assumptions used in preparing it, and we do not assume any obligation to update, revise or reaffirm this report.

The recommendation rendered in this Report only represent our recommendation based upon information furnished by the Companies and gathered from public domain (and analysis thereon) and the said recommendation shall be considered to be in the nature of non-binding advice. Our recommendation should not be used for advising anybody to take buy or sell decision, for which specific opinion needs to be taken from expert advisors.

In the course of the valuation, we were provided with both written and verbal information, including market, financial and operating data. In accordance with the terms of our respective engagements, we have carried out relevant analyses and evaluations through discussions, calculations and such other means, as may be applicable and available, we have assumed and relied upon, without independently verifying (i) the accuracy of the information that was publicly available, sourced from subscribed databases and formed a substantial basis for this Report and (ii) the accuracy of information made available to us by the Companies. While information obtained from the public domain or external sources have not been verified for authenticity, accuracy or completeness, we have obtained information, as far as possible, from sources generally considered to be reliable. We assume no responsibility for such information. Our valuation does not constitute as an audit or review in accordance with the auditing standards applicable in India, accounting / financial /

commercial / legal / tax / environmental due diligence or forensic / investigation services and does not include verification or validation work. In accordance with the terms of our engagement / appointment letters and in accordance with the customary approach adopted in valuation exercises, we have not audited, reviewed, certified, carried out a due diligence, or otherwise investigated the historical financials / financial information or individual assets or liabilities, provided to us regarding the Companies / subsidiary / associates / joint ventures / investee companies. Accordingly, we do not express an opinion or offer any form of assurance regarding the truth and fairness of the financial position as indicated in such historical financials / financial statements. Also, with respect to explanations and information sought from the Companies, we have been given to understand by the Companies that they have not omitted any relevant and material factors and that they have checked the relevance or materiality of any specific information to the present exercise with us in case of any doubt. Our conclusion is based on the assumptions and information given by / on behalf of the Companies. The Management has indicated to us that they have understood that any omissions, inaccuracies or misstatements may materially affect our valuation analysis / results.

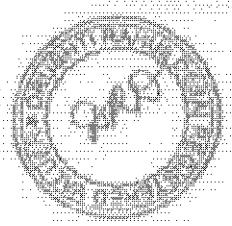
The COVID-19 (SARS-CoV-2) ("COVID - 19" or "Covid") is presenting potentially significant impacts upon economic activity and certain businesses. At the Valuation Date, the Covid crisis is still ongoing, and the future impact of the Covid was not capable of being qualitatively or quantitatively assessed at this time. For carrying out the valuation, we have factored the impact of Covid in the valuation based on the information available till the Valuation Date and based on our understanding of the likely impact on the Valuation Subjects. However, this should not be considered as an accurate assessment of the future impact of the COVID-19 on Valuation Subjects, or any prediction regarding the future course of events that would arise due to the Covid crisis.

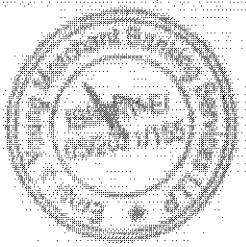
The Report assumes that the Companies comply fully with relevant laws and regulations applicable in all its areas of operations unless otherwise stated, and that the Companies will be managed in a competent and responsible manner. This Report has given no consideration to matters of a legal nature, including issues of legal title and compliance with local laws, and litigation and other contingent liabilities that are not disclosed in the audited / unaudited balance sheets of the Companies / subsidiary / associates / joint ventures / investee companies, if any. No investigation of Companies' (or their investee companies) claim to title of assets has been made for the purpose of this Report and Companies' (or their investee companies) claim to such rights has been assumed to be valid. No consideration has been given to liens or encumbrances against the assets, beyond the loans disclosed in the accounts. Therefore, no responsibility is assumed for matters of a legal nature. Our conclusion of value assumes that the assets and liabilities of the Valuation Subjects, reflected in their respective latest balance sheets remain intact as of the Report date.

This Report has been prepared for the purposes stated herein and should not be relied upon for any other purpose. Clients are the only authorized user of this report and is restricted for the purpose indicated in the engagement letter. This restriction does not preclude the Clients from providing a copy of the report to third-party advisors whose review would be consistent with the intended use. We do not take any responsibility for the unauthorized use of this report. In no event shall we be liable for any loss, damages, cost or expenses arising in any way from fraudulent acts, misrepresentations or willful default on part of the Clients or Companies, their directors, employees or agents. The Report should not be copied or reproduced without obtaining our prior written approval for any purpose other than the purpose for which it is prepared.

We have not carried out any physical verification of the assets and liabilities of the Valuation Subjects and take no responsibility for the identification of such assets and liabilities.

This Report does not look into the business/commercial reasons behind the proposed transaction nor the likely benefits arising out of it. Similarly, it does not address the relative merits of the proposed transaction as compared with any other alternative business transaction, or other alternatives, or whether or not such alternatives could be achieved or are available.





The valuation analysis and result are governed by concept of materiality.

The fee for the engagement is not contingent upon the results reported.

We will not be liable for any losses, claims, damages or liabilities arising out of the actions taken, omissions of or advice given by any other to the Companies. In no event shall we be liable for any loss, damages, cost or expenses arising in any way from fraudulent acts, misrepresentations or willful default on part of the Companies, their directors, employees or agents.

It is understood that this analysis does not represent a fairness opinion. This report is not a substitute for the third party's own due diligence/ appraisal/ enquiries/ independent advice that the third party should undertake for his purpose.

This Report is subject to the laws of India.

Neither the Report nor its contents may be referred to or quoted in any registration statement, prospectus, offering memorandum, annual report, loan agreement or other agreement or document given to third parties, other than in connection with the proposed Scheme of Arrangement, without our prior written consent. In addition, this report does not in any manner address the prices at which equity shares of the Companies will trade following announcement of the Proposed Merger and we express no opinion or recommendation as to how the shareholders of either company should vote at any shareholders' meeting(s) to be held in connection with the Proposed Merger.

Disclosure of RV Interest or Conflict, if any and other affirmative statements

We do not have any financial interest in the Clients, nor do we have any conflict of interest in carrying out this valuation.

Further, the information provided by the Management have been appropriately reviewed in carrying out the valuation. Sufficient time and information were provided to us to carry out the valuation.

SHAREHOLDING PATTERN

STFC

The issued and subscribed equity share capital of STFC as of 30 September 2021 is INR 2,687.8 million consisting of 26,87,83,613 equity shares of face value of INR 10 each. The shareholding pattern is as follows:

Shareholding Pattern as on 30 September 2021	No. of Shares	% Shareholding
Promoter & Group	6,87,57,953	25.58%
Public	20,00,25,660	74.42%
Grand Total	**26,87,83,613**	**100.0%**

Source: BSE

In addition to above SCL has exercised the warrants of STFC against which 17,36,100 equity shares have been issued to SCL on 25 November 2021.

Accordingly, the total number of equity shares outstanding as on the Report date is 27,05,19,713.

SCUF

The issued and subscribed equity share capital of SCUF as on 30 September 2021 is INR 660.6 million consisting of 6,60,62,334 equity shares of face value of INR 10 each. The shareholding pattern is as follows:

Shareholding Pattern as on 30 September 2021	No. of Shares	% Shareholding
Promoter & Group	2,28,59,977	34.60%
Public	4,32,02,357	65.40%
Grand Total	**6,60,62,334**	**100.0%**

Source: BSE

In addition to the above, SCUF had 14,45,409 ESOPs outstanding as on the Valuation Date.

Recommendation of fair NCD exchange ratio for the proposed Merger of Shriram Capital Limited and Shriram City Union Finance Limited into Shriram Transport Finance Limited

APPROACH FOR RECOMMENDATION OF FAIR NCD EXCHANGE RATIO

The Proposed Merger contemplates the merger of SCUF into STFC. Arriving at the fair NCD exchange ratio for the Proposed Merger of SCUF into STFC would require determining the relative value of NCDs of SCUF and the value of NCDs of STFC proposed to be issued.

The proposal is to issue to the NCD holders of SCUF the NCDs of STFC with the same terms including the coupon rates, tenure, redemption price and quantum and nature of security etc.

Further, it is understood from the Management that considering the credit ratings of existing NCDs of STFC and SCUF, the existing market yields of NCDs of SCUF and STFC are not materially different.

In light of the above, and on a consideration of all the relevant factors and circumstances as discussed and outlined hereinabove, we recommend the fair NCD entitlement ratio of

For every 1 (One) NCD of SCUF 1(One) NCD of STFC of equivalent face and paid-up value, coupon rate, tenure, redemption price and quantum and nature of security offered etc.

All the terms of each of the NCDs of STFC to be issued shall be exactly the same as the respective existing NCDs of SCUF.

These values are to be determined independently, but on a relative basis for the Valuation Subjects, without considering the effect of the Proposed Merger.

It should be noted that we have not examined the economic rationale for the Proposed Transaction per se nor accounting, legal or tax matters involved in the Proposed Transaction.

Respectfully submitted, **DRUSHTI R. DESAI** Registered Valuer Registration Number: IBBI/RV/06/2019/10666 **DRUSHTI R. DESAI** UDIN: Place: Mumbai Date: 13 December 2021	Respectfully submitted, **Ernst & Young Merchant Banking Services LLP** Registered Valuer Registration No. IBBI/RV-E/05/2021/155 **Parag Mehta** Partner Place: Mumbai Date: 13 December 2021

21102062AAAAC7195 CYMBS/RV/2021/004

STRICTLY CONFIDENTIAL

13th December, 2021

The Board of Directors,
Shriram City Union Finance Limited
Business Solution Centre,
144 Santhome High Road,
Mylapore,
Chennai – 600 004

Ladies/ Gentlemen:

We refer to the engagement letter dated November 30, 2021, ("**Engagement Letter**") whereby Shriram City Union Finance Limited ("**SCUF**" or "**Company**") has engaged JM Financial Limited ("**JM Financial**"), *inter alia,* to provide a fairness opinion to SCUF on the share exchange ratio (as defined below) in relation to the proposed merger of Shriram City Union Finance Limited with Shriram Transport Finance Company Limited ("**STFC**") (the "**Proposed Merger**") as a part of a Composite Scheme of Arrangement and Amalgamation (as defined below) under the provisions of Section 230 to 232 read with Sections 52, and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder. Drushti Desai **("DD")** bearing registration number IBBI/RV/06/2019/10666 and Ernst & Young Merchant Banking Services LLP **("EY")** bearing registration number IBBI/RV-E/05/2021/155 (together referred to as "**Valuers**") have issued a report dated 13th December, 2021 ("**Share Exchange Ratio Report**") in relation to the share exchange ratio.

Background

SCUF

Shriram City Union Finance Limited, is a company incorporated on 27th March, 1986 under the provisions of the Companies Act, 1956 and is listed on the National Stock Exchange of India Limited ("NSE") & the BSE Limited ("BSE"). SCUF is engaged in the business of lending, and is a deposit-accepting non-banking financial company (NBFC), specializing in retail finance. The registered office of SCUF is situated at 123, Angappa Naicken Street, Madras- 600001 Tamil Nadu.

STFC

Shriram Transport Finance Company Limited is a company incorporated on 30th June, 1979 under the provisions of the Companies Act, 1956 and is listed on NSE and BSE. STFC is a deposit taking asset financing NBFC, carrying on business in the area of transport finance, particularly commercial vehicles and has a niche presence in financing pre-owned trucks and small truck owners. The registered office of Shriram Transport Finance Company Limited is situated at Sri Towers, Plot No. 14A, South Phase, Industrial Estate, Guindy, Chennai - 600032.

Brief Background of the Composite Scheme

The Composite Scheme of Arrangement and Amalgamation envisages the following steps:

1) Merger of Shrilekha Business Consultancy Private Limited into Shriram Capital Limited ("**SCL**");
2) Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving financial services, brands and the SCL's strategic investment in its subsidiaries, namely, Shriram Overseas Investments Private Limited, Shriram Credit Company Limited, Shriram Value Services Limited, Way2Wealth Insurance Brokers Private Limited, Bharat Re-Insurance Brokers Private Limited (except equity investment in STFC and SCUF and general bank accounts with minimal value of other net assets) into Shriram Investment Holdings Limited;
3) Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving Life Insurance, and the SCL's strategic investment in Shriram Life Insurance Company Limited into Shriram LI Holdings Private Limited;
4) Demerger of all the businesses, undertakings, activities, properties and liabilities, of whatsoever nature and kind and wheresoever situated, pertaining and/or relating to the SCL's interest in the line of business involving General Insurance, and the SCL's strategic investment in Shriram General Insurance Company Limited into Shriram GI Holdings Private Limited; and
5) Merger of SCL (which will have only investment in equity shares of STFC and SCUF and general bank accounts with minimal value of other net assets) and Shriram City Union Finance Limited into Shriram Transport Finance Company Limited. (The step containing merger of SCUF with STFC is referred to as "**Proposed Merger**" as defined above in first paragraph)

For the Proposed Merger, equity shares of STFC will be issued to the shareholders of SCUF. The Company appointed Valuers have arrived at a swap ratio of 155 (One Hundred and Fifty Five) shares of Shriram Transport Finance Company (of Rs 10 each fully paid up) for every 100 (One Hundred) shares of Shriram City Union Finance Limited (of Rs 10 each fully paid up) ("**Share Exchange Ratio**").

The Company in terms of the Engagement Letter has requested us to examine the Share Exchange Ratio recommended by the Valuers and other related information provided by the Company and issue our independent opinion as to the fairness of the Share Exchange Ratio ("**Fairness Opinion**").

This Fairness Opinion is being issued pursuant to the provisions of the SEBI Circular No. SEBI/HO/CFD/DIL1/CIR/P/2020/249 dated December 22, 2020 including amendments thereof.

Source of Information

For the said examination and for arriving at the opinion set forth below, we have received:

1. Share Exchange Ratio Report issued by the Valuers;
2. Draft of the Composite Scheme of Arrangement and Amalgamation;
3. Audited Financial Statements of Company and STFC; and
4. Other relevant information and necessary explanations and information from the representatives of the Company

Scope Limitations

We have assumed and relied upon, without independent verification on an "as is" basis, the accuracy and completeness of all information that was publicly available or provided or otherwise made available to us by the Company and STFC for the purposes of this Fairness Opinion. We express no opinion, and accordingly, accept no responsibility with respect to or for such information, or the assumptions on which it is based, and, we have simply accepted this information on an "as is" basis, and, have not verified the accuracy and/ or the completeness of the same from our end. The Fairness Opinion is provided as on the date of the report and events occurring after the date hereof may affect this Fairness Opinion and the assumptions used in preparing it, and we do not assume any obligation to update, revise or reaffirm the report. We have not assumed any obligation to conduct, nor have we conducted any physical inspection or title verification of the properties or facilities of the Company and STFC and neither express any opinion with respect thereto nor accept any responsibility therefore. We have not made any independent valuation or appraisal of the assets or liabilities of the Company and STFC, nor have we been furnished with any such appraisals. We have not reviewed any internal management information statements or any non-public reports other than those covered above, and with your consent, have relied upon information that was publicly available or provided or otherwise made available to us by the Company and STFC on an "as is" basis for the purposes of this Fairness Opinion. We are not experts in the evaluation of litigation or other actual or threatened claims, and accordingly, we have not evaluated any litigation or other actual or threatened claims. In addition, we have assumed that the Proposed Merger will be approved by regulatory authorities and that the Proposed Merger will be consummated substantially in accordance with the terms set forth in the Proposed Merger. We have assumed that there are no other contingent liabilities or circumstances that could materially affect the business or financial prospects of the Company or STFC other than as disclosed by the Company or STFC.

We understand that the management of the Company and STFC, during our discussion with them, would have drawn our attention to all such information and matters which may have an impact on our analysis and opinion. We have assumed that in the course of obtaining necessary regulatory or other consents or approvals for the Proposed Merger, no restrictions will be imposed or there will be no delays that will have a material adverse effect on the benefits of the Proposed Merger that may have been contemplated**.** Our opinion is necessarily based on financial, economic, market and other conditions as they currently exist and, on the information, made available to us as of the date hereof. It should be understood that although subsequent developments may affect this opinion, we do not have an obligation to update, revise or reaffirm this opinion. In arriving at our opinion, we were not authorized to solicit, and did not solicit, interest from any party with respect to the acquisition, business combination or other extraordinary transaction involving the Company and STFC or any of its assets, nor did we negotiate with any other party in this regard.

In the ordinary course of business, the JM Financial group is engaged in securities trading, securities brokerage and investment activities, as well as, providing investment banking and investment advisory services. In the ordinary course of its trading, brokerage and financing activities, any member of the JM Financial group may at any time hold long or short positions, and may trade or otherwise effect transactions, for its own account or the accounts of customers, in debt or equity securities or senior loans of any company that may be involved in the Proposed Merger.

We express no opinion whatsoever and make no recommendation at all as to the Company's underlying decision to effect the Proposed Merger or as to how the holders of equity shares or secured or unsecured creditors of Company should vote at their respective meetings held in connection with the Proposed

Merger. We do not express and should not be deemed to have expressed any views on any other terms of the Proposed Merger. We also express no opinion, and accordingly, accept no responsibility for or as to the price at which the equity shares of the Company or STFC will trade following the announcement of the Proposed Merger or as to the financial performance of the Company or STFC following the consummation of the Proposed Merger. We express no opinion whatsoever and make no recommendations at all (and accordingly take no responsibility) as to whether shareholders/ investors should buy, sell or hold any stake in the Company or any of its related parties (holding company/ subsidiary/ associates etc.) or STFC.

Conclusion

Based on our examination of the Share Exchange Ratio Report, such other information/ undertakings/ representations provided to us by the Company and STFC, and our independent analysis and evaluation of such information, and subject to the scope limitations as mentioned hereinabove, and to the best of our knowledge and belief, we are of the opinion that the Share Exchange Ratio is fair for the shareholders of the Company.

Distribution of the Fairness Opinion

The Fairness Opinion is addressed only to the Board of Directors of the Company. The Fairness Opinion shall not otherwise be disclosed or referred to publicly or to any other third party without JM Financial's prior written consent.

However, the Company may provide a copy of the Fairness Opinion if requested/ called upon by any regulatory authorities of India subject to the Company promptly intimating JM Financial in writing about receipt of such request from the regulatory authority. This Fairness Opinion should be read in totality and not in parts. Further, this Fairness Opinion should not be used or quoted for any purpose other than the purpose mentioned hereinabove. If this Fairness Opinion is used by any person other than to whom it is addressed or for any purpose other than the purpose stated hereinabove, then, we will not be liable for any consequences thereof and shall not take any responsibility for the same as the same would have been shared in contravention of the provisions hereof on a "non-recourse" and "non-reliance" basis. Neither this Fairness Opinion nor its contents may be referred to or quoted to/ by any third party, in any registration statement, prospectus, offering memorandum, annual report, loan agreement or any other agreement or documents given to third parties. In no circumstances, will JM Financial or its management, directors, officers, employees, agents, advisors, representatives, successors, permitted assigns and controlling persons accept any responsibility or liability including any pecuniary or financial liability to any third party.

Yours truly,

For **JM Financial Limited**

Authorized Signatory

BSE Limited Registered Office: Floor 25, P J Towers, Dalal Street, Mumbai – 400 001, India
T : +91 22 2272 8045 / 8055 F : +91 22 2272 3457 www.bseindia.com
Corporate Identity Number: L67120MH2005PLC155188

DCS/AMAL/TL/IP/2258/2021-22 **"E-Letter"** **March 15, 2022**

The Company Secretary,
Shriram City Union Finance Limited
123, Angappa Naicken Street,
Chennai, Tamil Nadu, 600001

Dear Sir,

Sub: Observation letter regarding the Composite Scheme of Arrangement and Amalgamation between Shrilekha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram LI Holdings Private Limited and Shriram GI Holdings Private Limited and Shriram Investments Holdings Limited and their respective shareholders

We are in receipt of the Draft Scheme of Arrangement and Amalgamation of Shriram City Union Finance Limited as required under SEBI Circular No. CFD/DIL3/CIR/2017/21 dated March 10, 2017; SEBI vide its letter dated March 11, 2022, has inter alia given the following comment(s) on the draft scheme of Arrangement:

- **"Company shall ensure to disclose all details of ongoing adjudication & recovery proceedings, prosecution initiated and all other enforcement action taken, if any, against the Company, its promoters and directors, before Hon'ble NCLT and shareholders while seeking approval of the Scheme."**
- **"Company shall ensure that additional information, if any submitted by the Company, after filing the Scheme with the Stock Exchange, and from the date of receipt of this letter is displayed on the websites of the listed Company and the Stock Exchanges."**
- **"Company shall ensure compliance with the said Circular."**
- **"The entities involved in the Scheme shall duly comply with various provisions of the Circular."**
- **"Company is advised that the New Equity Shares shall be issued and allotted by the Transferee Company only in demat form to the respective shareholders of the Transferor Companies."**
- **"Company is advised that the applicant that the Transferee Company shall ensure to include the applicable information pertaining to all the Transferor Companies involved in the Scheme, in the format specified for abridged prospectus as provided in Part E of Schedule VI of the ICDR Regulations, 2018, in the explanatory statement or notice or proposal accompanying resolution to be passed, which is sent to the shareholders for seeking approval."**
- **"Company is advised that all the details mentioned in their letter dated January 24, 2022 shall be disclosed to the Shareholders for enabling them to take an informed decision on the Scheme under consideration."**
- **"Company shall ensure that the financials in the scheme including financials considered for valuation report are not for period more than 6 months old."**
- **"Company is advised that the observations of SEBI/Stock Exchanges shall be incorporated in the petition to be filed before National Company Law Tribunal (NCLT) and the Company obliged to bring the observations to the notice of NCLT."**

BSE Limited Registered Office: Floor 25, P J Towers, Dalal Street, Mumbai – 400 001, India
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Corporate Identity Number: L67120MH2005PLC155188

- **"It is to be noted that the petitions are filed by the Company before NCLT after processing and communication of comments/observations on draft Scheme by SEBI/Stock Exchange. Hence, the Company is not required to send notice for representation as mandated under section 230(5) of Companies Act, 2013 to SEBI again for its comments/observations/representations."**

Accordingly, based on aforesaid comment offered by SEBI, the company is hereby advised:

- To provide additional information, if any, (as stated above) along with various documents to the Exchange for further dissemination on Exchange website.
- To ensure that additional information, if any, (as stated aforesaid) along with various documents are disseminated on their (company) website.
- To duly comply with various provisions of the circulars.

In light of the above, we hereby advise that we have no adverse observations with limited reference to those matters having a bearing on listing/de-listing/continuous listing requirements within the provisions of Listing Agreement, so as to enable the company to file the scheme with Hon'ble NCLT.

Further, where applicable in the explanatory statement of the notice to be sent by the company to the shareholders, while seeking approval of the scheme, it shall disclose information about unlisted company involved in the format prescribed for abridged prospectus as specified in the circular dated March 10, 2017.

Kindly note that as required under Regulation 37(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the validity of this Observation Letter shall be six months from the date of this Letter, within which the scheme shall be submitted to the NCLT.

The Exchange reserves its right to withdraw its 'No adverse observation' at any stage if the information submitted to the Exchange is found to be incomplete / incorrect / misleading / false or for any contravention of Rules, Bye-laws and Regulations of the Exchange, Listing Agreement, Guidelines/Regulations issued by statutory authorities.

Please note that the aforesaid observations does not preclude the Company from complying with any other requirements.

Further, it may be noted that with reference to Section 230 (5) of the Companies Act, 2013 (Act), read with Rule 8 of Companies (Compromises, Arrangements and Amalgamations) Rules 2016 (Company Rules) and Section 66 of the Act read with Rule 3 of the Company Rules wherein pursuant to an Order passed by the Hon'ble National Company Law Tribunal, a Notice of the proposed scheme of compromise or arrangement filed under sections 230-232 or Section 66 of the Companies Act 2013 as the case may be **is required to be served upon the Exchange seeking representations or objections if any.**

In this regard, with a view to have a better transparency in processing the aforesaid notices served upon the Exchange, the Exchange has **already introduced an online system of serving such Notice along with the relevant documents of the proposed schemes through the BSE Listing Centre.**

Any service of notice under Section 230 (5) or Section 66 of the Companies Act 2013 seeking Exchange's representations or objections if any, **would be accepted and processed through the Listing Centre only and no physical filings would be accepted.** You may please refer to circular dated February 26, 2019 issued to the company.

Yours faithfully,
Sd/-
Prasad Bhide
Manager

National Stock Exchange Of India Limited

Ref: NSE/LIST/29550 March 16, 2022

The Company Secretary
Shriram City Union Finance Limited
123, Angappa Naicken Street,
Chennai – 600001.

Kind Attn. : Mr. C R Dash

Dear Sir,

Sub: Observation Letter for draft Composite Scheme of Arrangement and Amalgamation between Shrilerha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram Li Holdings Private Limited and Shriram Gi Holdings Private Limited and Shriram Investment Holdings Limited and their respective Shareholders.

We are in receipt of draft Composite Scheme of Arrangement and Amalgamation between Shrilerha Business Consultancy Private Limited and Shriram Financial Ventures (Chennai) Private Limited and Shriram Capital Limited and Shriram Transport Finance Company Limited and Shriram City Union Finance Limited and Shriram Li Holdings Private Limited and Shriram Gi Holdings Private Limited and Shriram Investment Holdings Limited and their respective Shareholders vide application dated December 29, 2021.

Based on our letter reference no. NSE/LIST/29551 dated February 25, 2022 submitted to SEBI and pursuant to SEBI Circular No. SEBI/HO/CFD/DIL1/CIR/P/2021/665 dated November 23, 2021 (as amended), kindly find following comments on the draft scheme:

a. *Company shall ensure disclosure of all details of ongoing adjudication & recovery proceedings, prosecution initiated, and all other enforcement action taken, if any, against the Company, its promoters and directors, before Hon'ble NCLT and shareholders, while seeking approval of the scheme.*

b. *Company shall ensure that additional information, if any, submitted by the Company after filing the Scheme with the Stock Exchanges, from the date of receipt of this letter is displayed on the websites of the listed company and the Stock Exchanges.*

c. *The entities involved in the scheme shall duly comply with various provisions of the said Circular.*

d. *The Company is advised that New equity shares shall be issued and allotted by the Transferee Company only in demat form to the respective shareholders of Transferor Company.*

e. *Company shall ensure that the information pertaining to all the Unlisted companies involved in the scheme shall be included in the format specified for prospectus as provided in Part*

This Document is Digitally Signed
Signer: Harshad P Dharod
Date: [illegible]
Location: NSE

E of Schedule VI of the ICDR Regulations, 2018, in the explanatory statement or notice or proposal accompanying resolution to be passed, which is sent to the shareholders for seeking approval.

f. *Company is advised that all the details mentioned in their letter dated January 24, 2022 shall be disclosed to the Shareholders for enabling them to take an informed decision on the Scheme under consideration.*

g. *Company shall ensure that the financials in the scheme including financials considered for valuation report are not for period more than 6 months old.*

h. *Company is advised that the observations of SEBI/Stock Exchanges shall be incorporated in the petition to be filed before NCLT and the company is obliged to bring the observations to the notice of NCLT.*

i. *It is to be noted that the petitions are filed by the Company before NCLT after processing and communication of comments/observations on draft scheme by SEBI/Stock Exchanges. Hence, the company is not required to send notice for representation as mandated under Section 230(5) of Companies Act, 2013 to SEBI again for its comments/ observations/ representations.*

It is to be noted that the petitions are filed by the company before NCLT after processing and communication of comments/observations on draft scheme by SEBI/ stock exchange. Hence, the company is not required to send notice for representation as mandated under section 230(5) of Companies Act, 2013 to National Stock Exchange of India Limited again for its comments/observations/representations.

Further, where applicable in the explanatory statement of the notice to be sent by the company to the shareholders, while seeking approval of the scheme, it shall disclose information about unlisted companies involved in the format prescribed for abridged prospectus as specified in the Circular.

Based on the draft scheme and other documents submitted by the Company, including undertaking given in terms of Regulation 11 of SEBI (LODR) Regulations, 2015, we hereby convey our "No objection" in terms of Regulation 94 of SEBI (LODR) Regulations, 2015, so as to enable the Company to file the draft scheme with NCLT.

However, the Exchange reserves its rights to raise objections at any stage if the information submitted to the Exchange is found to be incomplete/ incorrect/ misleading/ false or for any contravention of Rules, Bye-laws and Regulations of the Exchange, Listing Regulations, Guidelines/ Regulations issued by statutory authorities.

The validity of this "Observation Letter" shall be six months from March 16, 2022 within which the scheme shall be submitted to NCLT.

This Document is Digitally Signed

Signer: Harshad P Dharod
Date: Wed, Mar 16, 2022 18:09:17 IST
Location: NSE



Continuation Sheet

The Company shall ensure filing of compliance status report stating the compliance with each point of Observation Letter on draft scheme of arrangement on the following path: NEAPS > Issue > Scheme of arrangement > Reg 37(1) of SEBI LODR, 2015> Seeking Observation letter to Compliance Status.

Yours faithfully,
For National Stock Exchange of India Limited

Harshad Dharod
Manager

P.S. Checklist for all the Further Issues is available on website of the exchange at the following URL:https://www.nseindia.com/companies-listing/raising-capital-further-issues-main-sme-checklist

This Document is Digitally Signed



Signer: Harshad P Dharod
Date: Wed, Mar 16, 2022 18:09:17 IST
Location: NSE

Annexure F

IN THE NATIONAL COMPANY LAW TRIBUNAL, SPECIAL BENCH - II, CHENNAI

CA(CAA)/05(CHE)/2022
CA(CAA)/07(CHE)/2022
CA(CAA)/08(CHE)/2022
CA(CAA)/36(CHE)/2022
CA(CAA)/37(CHE)/2022
CA(CAA)/38(CHE)/2022
CA(CAA)/39(CHE)/2022
CA(CAA)/40(CHE)/2022

Under Sections 230 to 232 of the Companies Act, 2013

In the matter of *Scheme of Arrangement and Amalgamation*

of

SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED
CIN NO: U74999TN2017PTC114086
Shriram House,
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant / Transferor Company – 1

And

SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED
CIN NO: U67190TN2011PTC079382
Shriram House,
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant Company

And

SHRIRAM CAPITAL LIMITED
CIN NO: U75993TN1974PLC006588
Shriram House,
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant / Transferee Company – 1 /
Demerged Company / Transferor Company – 2

And

SHRIRAM CITY UNION FINANCE LIMITED
CIN NO: L65191TN1986PLC012840
123, Angappa Naicken Street,
Madras – 600 001

... Applicant/ Transferor Company – 3

And

SHRIRAM TRANSPORT FINANCE COMPANY LIMITED
CIN NO: L65191TN1979PLC007874
Sri Towers, Plot NO. 14A,
South Phase, Industrial Estate,
Guindy, Chennai – 600 032

... Applicant/ Transferee Company – 2

And

SHRIRAM LI HOLDINGS PRIVATE LIMITED
CIN NO: U72900TN2019PTC132421
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant/ Resulting Company – 1

And

SHRIRAM GI HOLDINGS PRIVATE LIMITED
CIN NO: U72900TN2019PTC131795
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant/ Resulting Company – 2

And

SHRIRAM INVESTMENT HOLDINGS LIMITED
CIN NO: U65923TN2009PLC071236
Shriram House,
No.4, Burkit Road, T. Nagar,
Chennai – 600 017

... Applicant/ Resulting Company – 3

Order pronounced on ***11th May 2022***

CORAM

Chief Justice (Retd.) RAMALINGAM SUDHAKAR, PRESIDENT
ANIL KUMAR B, MEMBER (TECHNICAL)

For Applicant(s): *K.G. Raghavan, Senior Advocate*
Preeti Mohan, Advocate
Ragha Sudha, Advocate
Anisha Chandrakumar, Advocate

COMMON ORDER

Per: **Chief Justice (Retd.) RAMALINGAM SUDHAKAR, PRESIDENT**

This is an application filed by the Applicant Companies, namely **SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED** *(for brevity "SBCPL" or "Transferor Company – 1")* and **SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED** *(for brevity "SFVPL")* and **SHRIRAM CAPITAL LIMITED** *(for brevity "SCL" or "Transferee Company – 1, Demerged Company, or Transferor Company – 2")* and **SHRIRAM CITY UNION FINANCE LIMITED** *(for brevity "SCUF" or "Transferee Company – 3")* and **SHRIRAM TRANSPORT FINANCE COMPANY LIMITED** *(for brevity "STFC" or "Transferee Company – 2")* and **SHRIRAM LI HOLDINGS PRIVATE LIMITED** *(for brevity "SLIH" or "Resulting Company – 1")* and **SHRIRAM GI HOLDINGS PRIVATE LIMITED** *(for brevity "SGIH" or "Resulting Company – 2")* and **SHRIRAM INVESTMENT HOLDINGS LIMITED** *(for brevity "SIHL" or "Resulting Company – 3")* under section 230-232 of Companies Act, 2013, and other applicable provisions of the Companies Act, 2013 read with

Companies (Compromises, Arrangements and Amalgamations) Rules, 2016 in relation to the Scheme of Arrangement and Amalgamation (hereinafter referred to as the "SCHEME") proposed by the Applicant Companies with its Shareholders. The said Scheme is also commonly appended as Annexure '6' to all the Applications.

2. The Applicant Companies in this Company Application has sought for the following relief;

	EQUITY / PREFERENCE SHAREHOLDERS	SECURED CREDITORS	UNSECURED CREDITORS
SBCPL	*To convene meeting*	*NIL*	*NIL*
SFVPL	*To convene meeting*	*NIL*	*NIL*
SCL	*To convene meeting*	*NIL*	*To dispense with*
SCUF	*To convene meeting*	*To convene meeting*	*To convene meeting*
STFC	*To convene meeting*	*To convene meeting*	*To convene meeting*
SLIH	*To convene meeting*	*NIL*	*NIL*
SGIH	*To convene meeting*	*NIL*	*NIL*
SIHL	*To convene meeting*	*NIL*	*NIL*

3. An affidavit in support of the above application is sworn for and behalf of the applicant Companies as follows;

(i) In favour of SGIH by one Mr. C. Mahesh, in the capacity as the Director of the said Company.

(ii) In favour of STFC by one Mr. Vivek Achwal, in the capacity as the Authorized Representative of the said Company.

(iii) In favour of SIHL by one Ms. Subhasri Sriram, in the capacity as the Director of the said Company.

(iv) In favour of SCUF by one Mr. R. Chandrasekar, in the capacity as the Chief Financial Officer of the said Company.

(v) In favour of SBCPL by one Mr. S. Natarajan, in the capacity as the Director of the said Company.

(vi) In favour of SFVPL by one Mr. D.V. Ravi, in the capacity as the Managing Director of the said Company.

(vii) In favour of SLIH by one Mr. Nanda Kishore Sesha Narayanam, in the capacity as Director of the said Company.

(viii) In favour of SCL by one Mr. D.V. Ravi, in the capacity as the Managing Director of the said Company.

4. **SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED**
CA(CAA)/37(CHE)/2022

(i) There are 7 (Seven) Equity Shareholders and list of shareholders to this effect is placed at page 280 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are NIL Secured and Unsecured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 279 of the typed set filed with

the application. Hence the necessary of conducting the meeting does not arise.

5. **SHRIRAM FINANCIAL VENTURES (CHENNAI) PRIVATE LIMITED**
CA(CAA)/38(CHE)/2022

(i) There are 18 (Eighteen) Equity Shareholders and the list of shareholders to this effect is placed at page 324 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are NIL Secured and Unsecured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 321 of the typed set filed with the application. Hence the necessary of conducting the meeting does not arise.

6. **SHRIRAM CAPITAL LIMITED**
CA(CAA)/40(CHE)/2022

(i) There are 10 (Ten) Equity Shareholders and the list of shareholders to this effect is placed at page 594 to 596 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are 3 (Three) Preference Shareholders in the Company holding 5,00,00,000 Redeemable Preference shares with paid value of Rs.50/- each and sought for a direction to convene / hold the meeting.

(iii) There is NIL Secured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 588 to 592 of the typed set filed with the

application. Hence the necessary of conducting the meeting does not arise.

(iv) There are 2 Unsecured Creditors in the Company and the list certified by the Chartered Accountant is placed at page No. 593 of the typed set filed along with the application. The consent Affidavit of both the Unsecured creditors have been obtained and placed on record and hence sought for dispensation with convening / holding of meeting of the Creditors.

7. **SHRIRAM CITY UNION FINANCE LIMITED**
CA(CAA)/36(CHE)/2022

(i) There are 15,528 (Fifteen Thousand Five Hundred and Twenty-Eight) Equity Shareholders in the Company and sought for a direction to convene / hold the meeting.

(ii) There is 15,546 (Fifteen Thousand Five Hundred and Forty-Six) Secured Creditors in the Company aggregating to the tune of Rs.2,01,42,63,37,515/- and the certificate issued by the Chartered Accountants to this effect is placed in the typed set filed with the application and sought for a direction to convene / hold the meeting.

(iii) There are 1,33,155 (One Lakh Thirty-Three Thousand One hundred and Fifty-Five) Unsecured Creditors in the Company aggregating to the tune of Rs.68,02,63,35,000/- and the certificate issued by the Chartered Accountants to this effect is placed in the

typed set filed with the application and sought for a direction to convene / hold the meeting.

8. **SHRIRAM TRANSPORT FINANCE COMPANY LIMITED**
CA(CAA)/7(CHE)/2022

(i) There are 97,976 (Ninety-Seven Thousand Nine hundred and Seventy-Six) Equity Shareholders in the Company and sought for a direction to convene / hold the meeting.

(ii) There is 76,490 (Seventy-Six Thousand Four Hundred and Ninety) Secured Creditors in the Company aggregating to the tune of Rs.82,945.72 Crore and the certificate issued by the Chartered Accountants to this effect is placed in the typed set filed with the application and sought for a direction to convene / hold the meeting.

(iii) There are 4,40,071 (Four Lakh Forty Thousand and Seventy-one) Unsecured Creditors in the Company aggregating to the tune of Rs.25,641.58 Crore and the certificate issued by the Chartered Accountants to this effect is placed in the typed set filed with the application and sought for a direction to convene / hold the meeting.

9. **SHRIRAM LI HOLDINGS PRIVATE LIMITED**
CA(CAA)/39(CHE)/2022

(i) There are 2 (Two) Equity Shareholders in the Company and the list of Equity shareholders are placed at page No. 232 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are NIL Secured and Unsecured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 231 of the typed set filed with the application. Hence the necessary of conducting the meeting does not arise

10. **SHRIRAM GI HOLDINGS PRIVATE LIMITED**
CA(CAA)/5(CHE)/2022

(i) There are 2 (Two) Equity Shareholders in the Company and the list of Equity shareholders are placed at page No. 223 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are NIL Secured and Unsecured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 222 of the typed set filed with the application. Hence the necessary of conducting the meeting does not arise

11. **SHRIRAM INVESTMENT HOLDINGS LIMITED**
CA(CAA)/8(CHE)/2022

(i) There are 7 (Seven) Equity Shareholders in the Company and the list of Equity shareholders are placed at page No. 223 of the typed set filed along with the Application and sought for a direction to convene / hold the meeting.

(ii) There are NIL Secured and Unsecured Creditors and the certificate issued by the Chartered Accountants to this effect is placed at page 231 of the typed set filed with

the application. Hence the necessary of conducting the meeting does not arise

12. We have perused the application and the connected documents / papers filed therewith including the Scheme contemplated by the Applicant companies.

13. From the certificate of incorporation filed, it is evident that the SBCPL is a Private limited company incorporated under the provisions of Companies Act, 2013 on 09.01.2017. The Registered office address of the SBCPL is situated at Shriram House, No.4, Burkit Road, T. Nagar, Chennai – 600 017.

14. From the certificate of incorporation filed, it is evident that the SCL is a limited company incorporated under the provisions of Companies Act, 1956 on 05.04.1974. The Registered office address of the SCL is situated at Shriram House, No.4, Burkit Road, T. Nagar, Chennai – 600 017.

15. From the certificate of incorporation filed, it is evident that the SIHL is a limited company incorporated under the provisions of Companies Act, 1956 on 03.04.2009. The Registered office address of the SIHL is situated at Shriram House, No.4, Burkit Road, T. Nagar, Chennai – 600 017.

16. From the certificate of incorporation filed, it is evident that the SLIH is a private limited company incorporated under the provisions of Companies Act, 2013 on 06.11.2019. The Registered office address of the SLIH is situated at Shriram House, No.4, Burkit Road, T. Nagar, Chennai – 600 017.

17. From the certificate of incorporation filed, it is evident that the SGIH is a private limited company incorporated under the provisions of Companies Act, 2013 on 25.09.2019. The Registered office address of the SCL is situated at No.4, Burkit Road, T. Nagar, Chennai – 600017.

18. From the certificate of incorporation filed, it is evident that the STFC is a limited company incorporated under the provisions of Companies Act, 1956 on 30.06.1979. The Registered office address of the STFC is situated at Sri Towers, Plot No.14A, South Phase, Industrial Estate, Guindy, Chennai – 600 032.

19. From the certificate of incorporation filed, it is evident that the SCUF is a limited company incorporated under the provisions of Companies Act, 1956 on 27.03.1986. The Registered office address of the SCUF is situated at 123, Angappa Naicken Street, Chennai – 600 001.

20. The Applicant Companies has filed its Memorandum and Articles of Association *inter alia* delineating its object clauses as well as their last available Audited Annual Accounts for the year ended 31.03.2020.

21. The Board of Directors of the Applicant Companies has unanimously approved the proposed Scheme as contemplated above and copies of resolutions passed thereon have been placed on record by the applicant companies.

22. The Statutory Auditors of the Transferee Company have examined the Scheme in terms of provisions of Sec. 232 of Companies Act, 2013 and the rules made thereunder and certified that the Accounting Standards are in compliance with Section 133 of the Companies Act, 2013. The Certificate of the Statutory Auditors issued in this regard is placed at each of the typed set filed along with the Application.

23. Taking into consideration the application filed by the Applicant Company and the documents filed therewith as well as the position of law, this Tribunal propose to issue the following directions: -

A. IN RELATION TO THE SBCPL

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **05.07.2022 at 10:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(ii) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(iii) **With respect to Unsecured Creditors:**

Since it is represented that there is NIL Unsecured Creditor in the Company, hence the necessity of convening a meeting does not arise.

B. IN RELATION TO SFVPL:

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **05.07.2022 at 11:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(II) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(III) **With respect to Unsecured Creditors:**

Since it is represented that there is NIL Unsecured Creditor in the Company, hence the necessity of convening a meeting does not arise.

C. IN RELATION TO SCL:

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **05.07.2022 at 12:00 Noon** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(I) **With respect to Preference shareholders:**

Meeting of Preference shareholder is directed to be held on **05.07.2022 at 1:00 PM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(ii) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(III) **With respect to Unsecured Creditors:**

Since it is represented that there are 2 Unsecured Creditor in the Company and the consent Affidavit obtained from both of them are obtained and placed on record, the necessity for convening, holding and conduction of the meeting is *dispensed with*.

D. IN RELATION TO SCUF:

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **06.07.2022 at 10:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(ii) **With respect to Secured Creditors:**

Meeting of Secured Creditors is directed to be held on **06.07.2022 at 1:00 PM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(iii) **With respect to Unsecured Creditors:**

Meeting of Unsecured Creditors is directed to be held on **06.07.2022 at 4:00 PM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

E. IN RELATION TO STFC:

(i) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **04.07.2022 at 10:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(ii) **With respect to Secured Creditors:**

Meeting of Secured Creditors is directed to be held on **04.07.2022 at 1:00 PM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(iii) **With respect to Unsecured Creditors:**

Meeting of Unsecured Creditors is directed to be held on **04.07.2022 at 4:00 PM** through video conferencing or at the

Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

F. IN RELATION TO SLIH:

(i) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **07.07.2022 at 10:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(ii) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(iii) **With respect to Unsecured Creditors:**

Since it is represented that there is NIL Unsecured Creditor in the Company, hence the necessity of convening a meeting does not arise.

G. IN RELATION TO SGIH:

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **07.07.2022 at 11:00 AM** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(II) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(iii) **With respect to Unsecured Creditors:**

Since it is represented that there is NIL Unsecured Creditor in the Company, hence the necessity of convening a meeting does not arise.

H. IN RELATION TO SIHL:

(I) **With respect to Equity shareholders:**

Meeting of Equity shareholder is directed to be held on **07.07.2022 at 12:00 Noon** through video conferencing or at the Registered office address of the Company or if not convenient at any other suitable place for which prior approval shall be sought from this Tribunal within a period of 7 days from the date of this order and prior to the issue of notices.

(II) **With respect to Secured Creditors:**

Since it is represented that there is NIL Secured Creditor in the Company, hence the necessity of convening a meeting does not arise.

(III) **With respect to Unsecured Creditors:**

Since it is represented that there is NIL Unsecured Creditor in the Company, hence the necessity of convening a meeting does not arise.

24. The quorum for the meeting of the Equity / Preference Shareholders and Unsecured Creditors of the Applicant Company shall be as follows;

	EQUITY / PREFERENCE SHAREHOLDERS	SECURED CREDITORS	UNSECURED CREDITORS
SBCPL	*Equity - 2*	*NIL*	*NIL*
SFVPL	*Equity - 3*	*NIL*	*NIL*
SCL	*Equity – 2* *Preference – 1*	*NIL*	*Dispensed with*

SCUF	*Equity – 25*	*Secured – 25*	*Unsecured – 25*
STFC	*Equity – 25*	*Secured – 25*	*Unsecured – 30*
SLIH	*Equity – 1*	*NIL*	*NIL*
SGIH	*Equity – 1*	*NIL*	*NIL*
SIHL	*Equity – 2*	*NIL*	*NIL*

25. The Chairperson appointed for the meeting to be convened on 04.07.2022 for STFC in respect of Equity Shareholders, Secured Creditors and Unsecured Creditors, shall be **Justice (Retd.) V. Parthiban** *(Mob. No. +91-94440 94401) (email:-parthibanyamuna@gmail.com)* and the alternate chairperson shall be the Director of the said Company. The consolidated fee of the Chairperson for the aforesaid meeting shall be **₹ 2,00,000/-** *(Rupees Two Lakh only)* in addition to meeting his incidental expenses. The Scrutinizer for the aforesaid meeting shall be **Mr. P. Sriram,** *PCS (Mob. No. 99403 3666) (email:-srirampcs@gmail.com)* and shall be entitled for a consolidated fee of **₹ 1,00,000/-** *(Rupees One Lakh only)*. The Chairperson(s) will file the reports of the meetings within a week from the date of holding of the above said meetings.

26. The Chairperson appointed for the meeting to be convened on 05.07.2022 for SBCPL *(Equity)*, SFVPL *(Equity)*, SCL *(Equity, Preference)*, shall be **Mr. R. Natarajan,** *Advocate (Mob. No. +91-*

94446 68342) (email:- natarajanrajagopal1@gmail.com) and the alternate chairperson shall be the Director of the said Company. The consolidated fee of the Chairperson for the aforesaid meeting shall be **₹ 1,00,000/-** *(Rupees One Lakh Only)* in addition to meeting his incidental expenses. The Scrutinizer for the aforesaid meeting shall be **Nithya Pasupathy,** PCS *(Mob. No. 95660 33007) (email:- nithya@prowiscorporate.com)* and shall be entitled for a consolidated fee of **₹ 50,000/-** *(Rupees Fifty Thousand only)*. The Chairperson(s) will file the reports of the meetings within a week from the date of holding of the above said meetings.

27. The Chairperson appointed for the meeting to be convened on 06.07.2022 for SCUF in respect of Equity Shareholders, Secured Creditors and Unsecured Creditors, shall be **Justice (Retd.) V. Bharathidasan** *(Mob. No. +91-94443 83139) (email:- dasanvb@gmail.com)* and the alternate chairperson shall be the Director of the said Company. The consolidated fee of the Chairperson for the aforesaid meeting shall be **₹ 2,00,000/-** *(Rupees Two Lakh only)* in addition to meeting his incidental expenses. The Scrutinizer for the aforesaid meeting shall be **Mr. P. Sriram,** *PCS (Mob. No. 99403 3666) (email: srirampcs@gmail.com)* and shall be entitled for a consolidated fee of **₹ 1,00,000/-** *(Rupees One Lakh only)*. The Chairperson(s) will

file the reports of the meetings within a week from the date of holding of the above said meetings.

28. The Chairperson appointed for the meeting to be convened on 07.07.2022 for SLIH *(Equity)*, SGIH *(Equity)*, and SIHL *(Equity)*, shall be **Mr. K.M. Ramesh,** *Advocate (Mob. No. +91 - 94444 14923) (email:- ram6457@gmail.com)* and the alternate chairperson shall be the Director of the said Company. The consolidated fee of the Chairperson for the aforesaid meeting shall be **₹ 1,00,000/-** *(Rupees One Lakh Only)* in addition to meeting his incidental expenses. The Scrutinizer for the aforesaid meeting shall be **Ms. Nithya Pasupathy,** *PCS (Mob. No. 95660 33007) (email:- nithya@prowiscorporate.com)* and shall be entitled for a consolidated fee of **₹ 50,000/-** *(Rupees Fifty Thousand only)*. The Chairperson(s) will file the reports of the meetings within a week from the date of holding of the above said meetings.

29. In case the quorum as noted above, for the above meeting of the Applicant Companies is not present at the meeting, then the meeting shall be adjourned by half an hour, and thereafter the person(s) present and voting shall be deemed to constitute the quorum. For the purpose of computing the quorum the valid proxies shall also be considered, if the proxy in the prescribed form, duly signed by the person entitled to attend and vote at the meeting, is

filed with the registered office of the applicant companies at least 48 hours before the meeting. The Chairperson and Alternate Chairperson appointed herein along with Scrutinizer shall ensure that the proxy registers are properly maintained. However, every endeavour should be made by the applicant companies to attain at least the quorum fixed, if not more in relation to approval of the scheme.

30. The meetings shall be conducted as per applicable procedure prescribed under the MCA Circular MCA General Circular Nos. (i) 20/2020 dated 5th May, 2020 (AGM Circular), (ii) 14/2020, dated 08.04.2020 (EGM Circular-I) and (iii) 17/2020 dated 13.04.2020 (EGM Circular-II);

31. That Individual notices of the above said meetings shall be sent by the Applicant Company through registered post or speed post or through courier or e-mail, 30 days in advance before the scheduled date of the meeting, indicating the day, date, the place and the time as aforesaid, together with a copy of Scheme, copy of explanatory statement, required to be sent under the Companies Act, 2013 and the prescribed form of proxy shall also be sent along and in addition to the above any other documents as may be prescribed under the Act or rules may also be duly sent with the notice.

32. That the Applicant Company shall publish advertisement with a gap of atleast 30 clear days before the aforesaid meetings, indicating the day, date and the place and time as aforesaid, to be published in the English Daily *"Indian Express"* (All India Edition), and *"Dina Mani" Tamil* (Tamil Nadu Edition) in Vernacular stating the copies of Scheme, the Explanatory Statement required to be furnished pursuant to Section 230 of the Companies Act, 2013 and the form of proxy shall be provided free of charge at the registered office of the respective Applicant Companies.

33. The Chairperson shall as aforestated be responsible to report the result of the meeting within a period of 3 days of the conclusion of the meeting with details of voting on the proposed scheme.

34. The companies shall individually send notice to concerned Regional Director, MCA, the Income Tax Authorities, Registrar of Companies Chennai, Official Liquidator in respect of Transferor Company, Reserve Bank of India, Securities Exchange Board of India, Bombay Stock Exchange, as well as other Sectoral regulators who may have significant bearing on the operation of the applicant companies or the Scheme *per se* along with copy of required documents and disclosures required under the provisions of Companies Act, 2013 read with Companies (Compromises, Arrangements, Amalgamations) Rules, 2016.

35. The applicant companies shall further furnish copy of the Scheme free of charge within 1 day of any requisition for the Scheme made by every creditor or member of the applicant companies entitled to attend the meetings as aforesaid.

36. The Authorized Representative of the Applicant Companies shall furnish an affidavit of service of notice of meetings and publication of advertisement and compliance of all directions contained herein at least a week before the proposed meetings.

37. All the aforesaid directions are to be complied with strictly in accordance with the applicable law including forms and formats contained in the Companies (Compromises, Arrangements, Amalgamations) Rules, 2016 as well as the provisions of the Companies Act, 2013 by the Applicants.

38. All the Applications stand **allowed** on the aforesaid terms.

ANIL KUMAR B
MEMBER (TECHNICAL)

JUSTICE RAMALINGAM SUDHAKAR
PRESIDENT

Raymond

Annexure G

[illegible] UNION FINANCE LIMITED

[illegible]

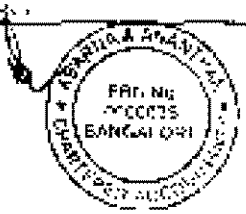
Regd Office: No. 123, Angappa Naicken Street, Chennai - 600 001

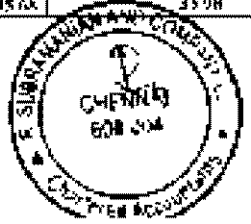
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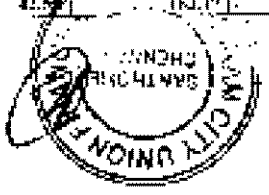
Statement of Audited Standalone Financial Results for the Quarter and Year ended March 31, 2022

Rs. in lakhs

S. no.	Particulars	Quarter Ended			Year Ended	
		March 31, 2022 (Audited)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
1	Revenue from Operations					
	Interest Income	1,65,734	1,58,911	41,840	6,21,423	[illegible]
	Dividend Income	-	-	-	[illegible]	[illegible]
	[illegible]	4,011	1,553	2,013	[illegible]	[illegible]
	Net gain on fair value changes		-	85	60	[illegible]
	Net gain on derecognition of financial instruments under amortised cost category		3.1	-	2.4	-
	Rental Income	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total Revenue from Operations	1,74,964	1,70,053	1,48,417	6,82,676	5,73,070
2	Other Income	90	99	1.6	[illegible]	[illegible]
3	Total Income (1 + 2)	1,75,054	1,70,152	1,48,561	6,83,039	5,73,841
4	Expenses					
	Finance Cost	60,750	51,865	38,890	[illegible]	[illegible]
	Net Loss on fair value changes	-	-	-	-	
	Net loss on derecognition of financial instruments under amortised cost category	89	-	81	-	0
	Impairment on financial instruments	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Employee benefits expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Depreciation, amortisation and impairment	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Rent	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Professional services	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Other expenses	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total Expenses	1,33,755	1,41,423	1,09,781	5,36,989	4,34,996
5	Profit before exceptional items and tax (3 - 4)	41,299	28,729	38,780	1,46,124	1,38,930
6	Exceptional items	-	-	-	-	-
7	Profit before tax (5 + 6)	41,299	28,729	38,780	1,46,124	1,38,930
8	Tax Expenses					
	Current tax	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Tax adjustment for earlier years	[illegible]	-		[illegible]	-
	Deferred tax	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total Tax Expenses	11,475	9,179	10,532	37,505	35,844
9	Profit for the period (7 - 8)	29,824	19,550	28,248	1,08,619	1,03,094
10	Other Comprehensive Income					
	A. Items that will not be reclassified to profit or loss					
	Remeasurement of [illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Gain / (Loss) on fair valuation of financial instruments at fair value	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Income tax provision / (reversal) relating to items that will not be reclassified to profit or loss	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Subtotal (A)	[illegible]	945	846	[illegible]	1,315
	B. Items that will be reclassified to profit or loss					
	Income tax relating to items that will be reclassified to profit or loss	-		-	-	-
	Fair value changes [illegible] that will be reclassified to profit or loss	-		-	-	-
	Subtotal (B)	-		-	-	-
	Other Comprehensive Income (A+B)	[illegible]	945	846	[illegible]	1,315
11	Total Comprehensive Income for the period (9 + 10)	29,125	20,495	29,094	1,06,827	1,04,409
12	Paid-up Equity Share Capital (Face value of Rs.10 per share)	6,963	6,653	6,650	6,963	6,650
13	Other Equity				8,41,595	8,05,252
14	Earning per equity share (Not annualised for the interim periods)					
	Basic (Rs.)	45.69	44.21	42.73	184.56	155.16
	Diluted (Rs.)	45.68	43.98	42.58	[illegible]	152.81







SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012843

Regd Office: No 123, Angappa Naicken Street, Chennai - 600 001

Website: www.shriramcity.in, Email: secretarial@shriramcity.in

Statement of Audited Standalone Assets, Liabilities and Equity as at March 31, 2022

Rs in lacs

Particulars	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
I. ASSETS		
1. Financial Assets		
Cash and cash equivalents	82,171	3,61,328
Bank balances other than above	1,29,545	1,09,418
Receivables		
(I) Trade receivables	439	261
(II) Other receivables		
Loans	31,62,385	29,62,112
Investments	1,86,926	1,61,733
Other financial assets	5,800	1,251
Total Financial Assets	**35,67,531**	**33,69,665**
2. Non-Financial Assets		
Current tax assets (net)	2,010	2,201
Deferred tax assets (net)	15,166	2,615
Property, plant and equipment	6,018	6,118
Intangible assets	269	274
Right of use assets	6,360	7,615
Other non-financial assets	3,411	11,761
Total Non-Financial Assets	**54,234**	**51,339**
Total Assets	**36,06,765**	**34,21,004**
II. LIABILITIES AND EQUITY		
Liabilities		
1. Financial Liabilities		
Payables		
(I) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises		
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		
(II) Other payables		
(i) total outstanding dues of micro enterprises and small enterprises	6	11
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	1,750	6,474
Debt securities	4,51,211	1,36,163
Borrowings (Other than debt securities)	1,24,879	19,77,179
Deposits	6,42,979	5,59,880
Other financial liabilities	13,361	11,963
Total Financial Liabilities	**31,80,631**	**26,04,242**
2. Non-Financial Liabilities		
Provisions	2,660	2,631
Other non-financial liabilities	6,236	2,278
Total Non-Financial Liabilities	**8,896**	**4,909**
Total Liabilities	**31,89,527**	**26,09,151**
3. Equity		
Equity share capital	8,654	8,641
Other Equity	4,08,584	8,03,212
Total Equity	**4,17,238**	**8,11,853**
Total Liabilities and Equity	**36,06,765**	**34,21,004**

SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012840

Regd Office: No. 123, Angappa Naicker Street, Chennai - 600 001

Website: www.shriramcity.in, Email: secd@shriramcity.in

Statement of Audited Standalone Cash Flow for the Year ended March 31, 2022

Rs in lacs

Particulars	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,46,124	1,58,939
Adjustments for :		
Depreciation, amortisation and impairment	7,836	7,984
(Profit) / loss on sale of property, plant and equipment (net)	-	12
Bad debts written off	85,253	84,800
Impairment on financial instruments	9,513	286
Unwinding of financial guarantee obligation	-	(117)
Amortisation of premium on Government securities	352	71
Interest on lease liabilities	1,842	1,718
Interest income on fair valuation of security deposits	(276)	(256)
Net (gain) / loss on sale of investments and fair value changes of investment	(60)	(112)
Net (gain) / loss on derecognition of financial instruments under amortised cost category	4,210	167
Lease concessions received	(437)	(453)
Share based payments to employees	4,868	1,848
Dividend income considered as cash flow from investing activity	(185)	(190)
Operating profit before working capital changes	**2,54,080**	**2,34,697**
Movements in working capital:		
(Increase) / decrease in loans and advances	(4,49,095)	(1,65,666)
(Increase) / decrease in other non financial assets	(1,651)	(1,714)
(Increase) / decrease in other financial assets	(351)	3,367
(Increase) / decrease in bank deposits	863	(42,861)
(Increase) / decrease in receivables	(594)	(147)
(Increase) / decrease in investments	(34,361)	(57,495)
Increase / (decrease) in other financial liabilities	(2,216)	(14,597)
Increase / (decrease) in other non financial liabilities	3,958	80
Increase / (decrease) in other payables	(2,602)	670
Increase / (decrease) in other provisions	(136)	(303)
Cash generated from operations	**(2,32,325)**	**(15,960)**
Direct taxes paid (net of refunds)	(37,473)	(37,653)
Net cash from / (used in) operating activities (A)	**(2,69,798)**	**(53,622)**

SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012840

Regd Office: No:123, Angappa Naicken Street, Chennai - 600 001

Website: www.shriramcity.in Email: secr@shriramcity.in

Statement of Audited Standalone Cash Flow for the Year ended March 31, 2022

Rs in lacs

Particulars	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets	(2,382)	(1,946)
Investment in subsidiary	(50,000)	-
Capital advance for assets	(135)	(17)
Proceeds from sale of fixed assets	47	37
Dividend income	185	190
Net cash from / (used in) investing activities (B)	**(52,275)**	**(1,736)**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of equity share capital (including securities premium and share application money)	1,869	1
Increase / (decrease) of debt securities	2,25,151	(20,465)
Increase / (decrease) of borrowings	1,51,550	1,52,653
Increase / (decrease) of deposits	1,20,950	1,51,682
Increase / (decrease) of subordinated liabilities	-	(23,924)
Payment of lease liabilities	(6,464)	(5,644)
Dividend paid on equity shares	(39,780)	(6,600)
Net cash from / (used in) financing activities (C)	**4,62,276**	**2,27,703**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**1,40,203**	**1,72,345**
Cash and cash equivalents at the beginning of the year	**3,81,528**	**2,09,183**
Cash and cash equivalents at the end of the year	**5,21,731**	**3,81,528**

Rs in lacs

Components of cash and cash equivalents	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
Cash on hand	6,986	9,427
Balances with banks		
- in current accounts	72,577	1,32,363
- in deposit accounts having original maturity less than three months	4,42,268	2,39,738
Total	**5,21,731**	**3,81,528**

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1986PLC012840
Regd Office: No.123, Angappa Naicken Street, Chennai - 600 001
Website: www.shriramcity.in Email: secy@shriramcity.in

Notes:

1. The above financial results for the quarter and year ended March 31, 2022 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors at their respective meetings held on April 29, 2022

2. The above standalone financial results for the quarter and year ended March 31, 2022 have been audited by the Statutory Auditors of the Company

3. During the quarter, the Company allotted 2,99,251 equity shares of Rs.10/- each fully paid on exercise of options vested to the employees under the Employees Stock Option Scheme 2013

4. During the quarter, the Company granted 4,01,585 number of options to its eligible employees under the Employees Stock Option Scheme 2013

5. During the quarter, the Board of Directors have declared 2nd Interim dividend of 270% i.e. Rs.27/- per equity share of face value of Rs.10/- each fully paid up to those shareholders whose name appeared on the register of members as on March 17, 2022 being the record date for payment of the second interim dividend. This second interim dividend was paid to shareholders on March 28, 2022

6. The total profit on operation in Shriram Housing Finance Limited (Subsidiary Company) for the year ended March 31, 2022 was Rs. 50,000 lacs

7. The Board of Directors of the Company in its meeting held on December 13, 2021 has approved a Composite Scheme of Arrangement and Amalgamation ("Scheme"), inter alia, involving amalgamation of Shriram Capital Limited (after demerger of its two undertakings from the said Shriram Capital Limited and the Company with Shriram Transport Finance Company Limited under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The said Scheme is effective upon approval of shareholders, creditors, Hon'ble National Company Law Tribunal, Reserve Bank of India and other regulatory and statutory approvals as applicable, with an appointed date of April 1, 2022. The Company has already initiated process for the approval of the Scheme by various statutory authorities. The Company has received Observation letters dated March 15, 2022 and March 16, 2022 from BSE Limited (designated Stock Exchange) and National Stock Exchange of India Ltd respectively

8. The principal business of the Company is financing activity. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the Ind AS 108 - "Operating Segments"

9. The Company's secured listed Non-Convertible Debentures (NCDs) aggregating to Rs. 6,51,513 lacs as on March 31, 2022 are secured by way of first and exclusive charge on specific loans receivables and on identified immovable property of the Company in favour of respective Debenture Trustee(s) and the Company maintains 100% asset cover for the NCDs and interest thereon

10. As at March 31, 2022, additional ECL provision on loan assets as management overlay on account of COVID-19 stood at Rs. 42,943.44 lacs (March 31, 2021: Rs.30,876.72 lacs). The said total ECL provision on account of COVID-19 is based on the Company's historical experience, collection efficiencies till date, initial assessment on the impacted segments and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company.







SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1986PLC012510
Regd Office: No 123, Angappa Naicken Street, Chennai - 600 001
Website: www.shriramcity.in; Email: secretarial@shriram.in

Notes

1. The Company introduced resolution plans to relieve COVID-19 pandemic related stress to eligible borrowers. The resolution plans are based on the parameters laid down in the resolution policy approved by the Board of Directors of the Company and in accordance with the guidelines issued by the RBI on August 6, 2020 and May 5, 2021. The staging of accounts and provisioning for the eligible accounts where the resolution plans are invoked and implemented is on account, are as per the Board Approved Policy in this regard.

Disclosures pursuant to RBI Notification - RBI/2020-21/16 DOR.No.BP.BC.3/21.04.048/2020-21 dated August 6, 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 Resolution of Covid-19 related stress of Individuals and Small Businesses

(Rs. in lacs)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of September 30, 2021 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Addition on account of implementation of resolution during the half-year end of March 31, 2022	Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position at the end of March 31, 2022
Personal Loans	94.65	25.11	-	1.36	-	69.18
Corporate persons	23,636.44	3,159.19	29.48	1,318.36	331.37	19,463.98
Of which, MSMEs	23,636.44	3,159.19	29.48	1,318.36	331.37	19,463.98
Others	4,405.04	1,196.57	4.31	123.94	31.82	3,112.09
Total	28,136.13	4,380.87	33.79	1,443.66	363.19	22,644.29

2. Disclosures pursuant to RBI notification- RBI/DOR/2021-22/86/DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

3. Details of transferred through assignment in respect of loans not in default during the year ended March 31, 2022

Count of loan accounts assigned	126
Amount of loan account assigned (Rs. in lacs)	2,520.02
Retention of beneficial economic interest (MRR)	10%
Weighted average maturity (Residual Maturity)	24 Months
Weighted average holding period	21 Months
Coverage of tangible security coverage	100%
Rating - wise distribution of rated loans	Unrated

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1982PLC010240
Regd. Office: No.123, Angappa Naicken Street, Chennai - 600 001
Website: www.shriramcity.in; Email: investor@shriramcity.in

Notes:

(i) Details of assets acquired through assignment in respect of loans not in default during the year ended March 31, 2022

Count of loan accounts assigned	2681
Amount of loan accounts assigned (₹ in Lacs)	2,458.34
Retention of beneficial economic interest (MRR)	10%
Weighted average maturity (Residual Maturity)	24 Months
Weighted average holding period	16 Months
Coverage of tangible security coverage	145%
Rating-wise distribution of assigned loans	Unrated

(ii) The Company has not acquired any stressed loan exposure during the year ended March 31, 2022

(iii) Incremental borrowing via Co-lending by way of Priority Sector by Large Corporate

The Company is in the RBI Circular SBR.BP.BC.No.01/21.04.048/2018-19 dated November 05, 2018 and the definitions therein is a Large Corporate and hence is required to disclose the Incremental borrowings via co-lending as follows:

(iv) Annual Disclosure as per Annexure - A

S. no.	Particulars	Details
1	Name of the Company	Shriram City Union Finance Limited
2	CIN	L65191TN1982PLC010240
3	Outstanding borrowing of the Company as on March 31, 2022 (in ₹ Lacs)	31,29,911
4	Highest Credit Rating during the previous FY along with the name of the Credit Rating Agency	
	Deposits	ICRA MAA+ - Stable CARE AA
	Non-Convertible Debentures	IVR AA CARE AA IND AA Positive CRISIL AA
	Short Term Debt/ Commercial Paper	ICRA A1+ CARE A1+ CRISIL A1+
	Long Term Market Linked Debentures	IND PP-MLD AAemr. Positive ICRA PP-MLD AA
	Bank Loan facilities	IND AA- Positive
5	Name of the Stock Exchange in which the fine right to pass, if any, of shortfall in the required borrowing under the framework	National Stock Exchange of India Limited

SHRIRAM CITY UNION FINANCE LIMITED
CIN L65191TN1986PLC012840
Regd Office: No 123, Angappa Naicken Street, Chennai 600 001
Website: www.shriramcity.in Email: secretarial@shriramcity.in

Notes

(a) Annual Disclosure as per Annexure-XIIB for the year ended March 31, 2023

(Rs. in lacs)

S. no.	Particulars	Details
1	3-year block period	March 31, 2022 and March 31, 2023
2	Incremental borrowing done in current financial year (a)#	1,34,283
3	Mandatory borrowing to be done through debt securities in current financial year (b) = (25% of a)	1,44,821
4	Actual borrowing done through debt securities in current financial year (c)	1,11,900
5	Shortfall in the borrowing through debt securities, if any, for previous financial year carried forward to current financial year (d)	
6	Quantum of (d) which has been met from (c) (e)	Not Applicable
7	Shortfall, if any, in the mandatory borrowing through debt securities for current financial year (f)= (b)-[(c)-(e)]	Nil

(b) Details of penalty to be paid, if any, in respect to previous block (all figures in Rs. lacs)

S. no.	Particulars	Details
1	3-year Block period	March 31, 2022 and March 31, 2023
2	Amount of fine to be paid for the block, if applicable Fine = 0.2% of (f)	Nil

Figures pertain to long term borrowing has original maturity of more than one year excludes funds raised by way of Direct Assignment, Securitisation & Sale of receivables in form of Direct Assignment under Partial Credit Guarantee Scheme.

(c) In terms of the requirements as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the company exceeds the total provision required under IRACP (including standard asset provisioning) as at March 31, 2022 and accordingly, no amount is required to be transferred to impairment reserve.

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1986PLC012940
Regd. Office: No.123, Angappa Naicker Street, Chennai - 600 001
Website: www.shriramcity.in; Email: secretarial@shriramcity.in

Notes:

14 The Code on Social Security, 2020 (the Code) has been enacted, which would impact contribution by the Company towards Provident Fund and Gratuity. The effective date from which changes are applicable is yet to be notified and the rules thereunder are yet to be announced. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.

15 The disclosures pursuant to Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and year ended March 31, 2022 is attached as Annexure I.

17 Pursuant to the RBI circular dated November 12, 2021 - 'Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications', the Company has migrated its definition of default from 'Days Past Due Approach as on reporting date' to 'Days Past Due Approach as on Day end' with effect from November 12, 2021. Had the Company followed the earlier method, the profit before tax for the period ended March 31, 2022 would have been higher by Rs.9,992.26 Lacs.

18 The figures for the last quarter of the current year and previous year are the balancing figures between audited figures in respect of the full financial year and year to date reviewed figures upto third quarter.

19 The figures for the previous quarter / period have been regrouped / rearranged wherever necessary to conform to the current period presentation.

20 The above financial results are available at www.nseindia.com, www.bseindia.com and www.shriramcity.in

By order of the Board
For Shriram City Union Finance Limited
Parthasarathy Srinivasa Chakravarthy
Managing Director & CEO
DIN: 00052364

Place: Chennai
Date: April 29, 2022

ABARNA & ANANTHAN, CHARTERED ACCOUNTANTS, FRN No 010013S, BANGALORE

S. KRISHNAMURTHY AND COMPANY LLP, CHENNAI 600 004, Chartered Accountants

SHRIRAM CITY UNION FINANCE LTD. SANTHOME CHENNAI-4

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1986PLC015410
Regd Office: No.123, Angappa Naicken Street, Chennai - 600001
Website: www.shriramcity.in, Email: secretarial@shriramcity.in

Statement of audited financial results for the quarter and year ended March 31, 2022 prepared in accordance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Amount in ₹ crore

Sr. no.	Particulars	Standalone				
		Quarter ended			Year ended	
		March 31, 2022 (Audited)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
1	Debt - Equity ratio (times)	3.41	3.46	3.21	3.41	3.21
2	Outstanding redeemable preference shares (Rs. in lacs)	Nil	Nil	Nil	Nil	Nil
3	Outstanding redeemable preference shares (Rs. in lacs)	Nil	Nil	Nil	Nil	Nil
4	Capital redemption reserve (Rs. in lacs)	2,500	2,500	2,500	2,500	2,500
5	Debenture redemption reserve (Rs. in lacs)	Nil	Nil	Nil	Nil	Nil
6	Net worth (Rs. in lacs)	4,72,227	4,24,195	3,95,143	4,72,227	3,95,143
7	Net profit after tax (Rs. in lacs)	29,345	29,259	26,208	109,619	101,971
8	Earnings per equity share (Not annualised for the quarter periods)					
	Basic (Rs.)	25.71	44.31	42.53	164.16	154.16
	Diluted (Rs.)	25.58	44.08	42.31	163.17	153.21
9	Debt equity ratio (times)	0.58	0.58	0.54	0.58	0.54
10	Net profit margin (%)	15.54%	17.19%	18.93%	16.03%	17.63%
11	Sector specific equivalent ratios					
	Capital adequacy ratio (CRAR)	26.78%	27.37%	24.14%	26.78%	24.14%
	Gross NPA ratio (%)	6.54%	7.30%	6.27%	6.54%	6.27%
	Net NPA ratio (%)	1.96%	2.48%	3.08%	1.96%	3.08%
	NPA provision coverage ratio (%)	70.25%	67.35%	51.28%	70.25%	51.28%
	Liquidity coverage ratio (%)	130	145	136	130	136
	Liquidity coverage ratio (%)	95.53%	350.18%	228.13%	111.18%	154.84%

Notes:

1. The following ratios are not applicable to the company being NBFC:

   Debt service coverage ratio, interest service coverage ratio, Long term debt to working capital, Bad debts to Account receivable ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating profit margin

2. Formulae for computation of Ratio
   a) Debt - equity ratio = (Debt securities + Borrowings (other than debt securities) + Deposits + Subordinated liabilities) / Total equity
   b) Debt service coverage ratio = (Profit before tax + Interest on borrowings + Depreciation and amortisation expense) / (Interest on borrowings + Principal repayments of borrowings (other than short term borrowings))
   c) Net profit margin = Net profit after tax / Total income
   d) Capital adequacy ratio = Adjusted net worth / Risk weighted assets calculated as per applicable RBI guidelines
   e) Coverage ratio = Eligible liabilities / Adjusted net worth, calculated as per applicable RBI guidelines
   f) Gross NPA ratio = Gross stage 3 loans / Gross loans
   g) Net NPA ratio = (Net stage 3 loans = (ECL on stage 3 loans - ECL on stage 3 loans)) / (Net stage 3 loans = (Gross stage 3 loans - ECL on stage 3 loans))
   h) NPA provision coverage ratio = (ECL on stage 3 loans / Gross stage 3 loans)

3. Liquidity coverage ratio (LCR) is calculated as per circular no. RBI/2019-20/88 DOR.NBD.No.4/13.03.00/2019-20 dated November 04, 2019 issued by Reserve Bank of India. As per the said circular, LCR is applicable from December 1, 2020.
4. Net worth is calculated as defined in section 2(57) of Companies Act, 2013.
5. Adjusted Net worth is the Net Owned Fund as per RBI guidelines.
6. NPA stands for Non-Performing Assets / Stage 3 Assets.

By order of the Board
For Shriram City Union Finance Limited
Managing Director & CEO
DIN: 00052356

Place: Chennai
Date: April 29, 2022







B. Subramanian and Company LLP
Chartered Accountants
New No. 6, Krishnaswamy Avenue,
Luz, Mylapore,
Chennai – 600 004.

Abarna and Ananthan.
Chartered Accountants
521, 3rd Main Rd, 2nd Phase,
nd Block, Banashankari,
Bengaluru - 560085.

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors of
Shriram City Union Finance Limited

Report on the Audit of the Standalone Financial Results

1. **Opinion**

We have audited the accompanying statement of standalone financial results of **Shriram City Union Finance Limited** ("the Company"), for the quarter ended 31st March 2022 and the year to date results for the period from 01st April 2021 to 31st March 2022 ("the Statement"), being submitted by the company pursuant to the requirements of Regulation 33 and 52 of the SEBI(Listing Obligations and Disclosure Requirements) regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement :

i. are presented in accordance with the requirements of the listing regulations in this regard, and
ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards("IND AS"), RBI guidelines and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other Financial Information for the Quarter ended 31st march 2022 and the year to date results for the period from 01st April 2021 to 31st March 2022.

2. **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SA's) specified under section 143(10) of the Companies Act 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

R. Subramanian and Company LLP
Chartered Accountants
New No 6, Krishnaswamy Avenue,
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Aparna and Ananthan.
Chartered Accountants
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3. Emphasis of matter

Attention is drawn to Note No 10 of the Statement which describe the fact that the additional ECL provision on account of COVID-19 is made based on the Company's historical experience, collection efficiencies till date, internal assessment on the impacted segments and other emerging forward-looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company. Further, the extent to which the COVID-19 pandemic will impact the Company's Financial Performance is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of the above matters.

4. Management and Board's Responsibilities for the Standalone Financial results

The Statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Ind AS 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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5. Auditor's Responsibilities for the Audit of the standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

i. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.

iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

iv. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

v. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

ABARNA & ANANTHAN CHARTERED ACCOUNTANTS FRN No 0050035 BANGALORE

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vi. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

vii. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

6. Other matters

Attention is drawn to the fact that the audited standalone financial results of the Company for the quarter and year ended 31 March 2021 were audited by erstwhile auditors whose report dated 30th April 2021, expressed an unmodified opinion on those audited standalone financial results and the standalone financial statements. Our opinion is not modified in respect of these matters.

The Statement includes the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For R. Subramanian and Company LLP
Chartered Accountants
Firm Registration Number: 004375/S200041

K Jayasankar
Partner
M. No.: 014156
UDIN :22014156AICCUE7851

Place : Chennai
Date : 29.04.2022

For M/s Aharna & Ananthan
Chartered Accountants
Firm Registration Number: 000035

Lalitha Rameswaran
Partner
M No : 207867
UDIN : 22207867AIIISNH1276

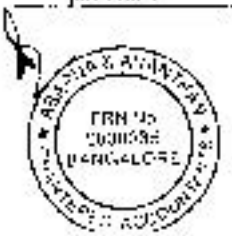
Place . Chennai
Date : 29.04.2022

SHRIRAM CITY UNION FINANCE LIMITED

Statement of Audited Consolidated Financial Results for the Quarter and Year ended March 31, 2022

(₹ in lakhs)

S. No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2022 (Audited)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
1	Revenue from operations					
	Interest income					
	Dividend income					
	Fees and commission income					
	Net gain on fair value changes					
	Net gain on derecognition of financial instruments under amortised cost category					
	Sale of services					
	Other operating income					
	Total Revenue from Operations					
2	Other Income					
3	Total Income (1 + 2)					
4	Expenses					
	Finance costs					
	Fees and commission expense					
	Impairment on financial instruments					
	Employee benefits expenses					
	Depreciation and amortisation					
	Corporate social responsibility expenditure					
	Rental					
	Professional charges					
	Other expenses					
	Total Expenses					
5	Profit before exceptional items and tax (3 - 4)					
6	Exceptional items					
7	Profit before tax (5 - 6)					
8	Tax expense					
	Current tax					
	Tax adjustments in respect of earlier years					
	Deferred tax					
	Total tax expenses					
9	Profit for the period (7 - 8)					
10	Other Comprehensive Income					
	A. (i) Items that will not be reclassified to profit or loss					
	Remeasurement gain / (loss) on defined benefit plans					
	Fair value changes on equity instruments through other comprehensive income					
	Income tax relating to items that will not be reclassified to profit or loss					
	Subtotal (A)					
	B. (i) Items that will be reclassified to profit or loss					
	Fair value changes on debt instruments through other comprehensive income					
	Income tax relating to items that will be reclassified to profit or loss					
	Subtotal (B)					
	Other Comprehensive Income (A+B)					
11	Total Comprehensive Income for the period (9 + 10)					
12	Profit for the period attributable to					
	Owners of the Company					
	Non-controlling interest					
13	Other Comprehensive Income for the period attributable to					
	Owners of the Company					
	Non-controlling interest					
14	Total Comprehensive Income for the period attributable to					
	Owners of the Company					
	Non-controlling interest					
15	Paid-up Equity Share Capital (Face value of ₹ 10/- each)					
16	Other Equity					
17	Earnings per equity share (Not annualised for interim periods)					
	(a) Basic					
	(b) Diluted					







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Statement of Audited Consolidated Assets, Liabilities and Equity as at March 31, 2022

Rs. in lakhs

Particulars	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
I. ASSETS		
1 Financial Assets		
Cash and cash equivalents	[illegible]	[illegible]
Bank balance other than above	[illegible]	[illegible]
Receivables		
(I) Trade receivables	[illegible]	[illegible]
(II) Other receivables	[illegible]	[illegible]
Loans	[illegible]	[illegible]
Investments	[illegible]	[illegible]
Other financial assets	[illegible]	[illegible]
Total Financial Assets	[illegible]	[illegible]
2 Non Financial Assets		
Current tax assets (net)	[illegible]	[illegible]
Deferred tax assets	[illegible]	[illegible]
Property, plant and equipment	[illegible]	[illegible]
Intangible assets	[illegible]	[illegible]
Right of use assets	[illegible]	[illegible]
Other non financial assets	[illegible]	[illegible]
Total Non Financial Assets	[illegible]	[illegible]
Total Assets	[illegible]	[illegible]
II. LIABILITIES AND EQUITY		
Liabilities		
1. Financial Liabilities		
Derivative financial instruments	[illegible]	[illegible]
Payables		
(I) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises		[illegible]
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		[illegible]
(II) Other payables		
(i) total outstanding dues of micro enterprises and small enterprises	[illegible]	[illegible]
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	[illegible]	[illegible]
Debt securities	[illegible]	[illegible]
Borrowings (other than debt securities)	[illegible]	[illegible]
Deposits	[illegible]	[illegible]
Other financial liabilities	[illegible]	[illegible]
Total Financial Liabilities	[illegible]	[illegible]
2. Non-Financial Liabilities		
Provisions	[illegible]	[illegible]
Current tax liabilities	[illegible]	[illegible]
Other non financial liabilities	[illegible]	[illegible]
Total Non-financial Liabilities	[illegible]	[illegible]
Total Liabilities	[illegible]	[illegible]
3 Equity		
Equity Share Capital	[illegible]	[illegible]
Other Equity	[illegible]	[illegible]
Equity attributable to Equity Holders of the Parent	[illegible]	[illegible]
Non-Controlling Interest	[illegible]	[illegible]
Total Equity	[illegible]	[illegible]
Total Liabilities and Equity	[illegible]	[illegible]

SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012940

Regd Office: No.123, Angappa Naicken Street, Chennai - 600 001

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Statement of Audited Consolidated Cash Flow for the Year ended March 31, 2022

Rs in lacs

Particulars	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before Tax	1,56,861	1,43,303
Adjustments for:		
Depreciation, amortisation and impairment	8,423	8,712
(Profit) / loss on sale of property, plant and equipment (net)	6	66
Bad debts written off	86,809	85,496
Impairment of financial instruments	3,813	1,663
Amortisation of premium on Government securities	352	71
Interest on lease liabilities	1,958	1,815
Interest income on fair valuation of security deposits	(246)	(299)
Net (gain) / loss on sale of investments and fair value changes of investment	(875)	(803)
Net (gain) / loss on de-recognition of financial instruments under amortised cost category	(5,257)	(7,422)
Lease concessions received	(117)	(218)
Share based payments to employees	10,018	1,953
Dividend Income considered as cash flow from investing activity	(185)	(100)
Operating profit before working capital changes	**2,60,944**	**2,58,146**
Movements in Working capital:		
(Increase) / decrease in loans and advances	(5,05,870)	(3,61,468)
(Increase) / decrease in other non-financial assets	(1,984)	(4,777)
(Increase) / decrease in other financial assets	2,409	4,107
(Increase) / decrease in bank deposits	(7,853)	(36,388)
(Increase) / decrease in receivables	(224)	(147)
(Increase) / decrease in investments	(34,360)	(27,894)
Increase / (decrease) in other financial liabilities	(29)	(19,141)
Increase / (decrease) in other non-financial liabilities	3,934	(nil)
Increase / (decrease) in other payables	(2,753)	703
Increase / (decrease) in other provisions	(117)	(300)
Cash generated from operations	**(3,46,267)**	**(1,88,599)**
Direct taxes paid (net of refunds)	(39,860)	(6,544)
Net Cash from / (used in) operating activities (A)	**(3,86,127)**	**(1,95,140)**







SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012849

Regd Office: No:123, Angappa Naicker Street, Chennai - 600 001

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Statement of Audited Consolidated Cash Flow for the Year ended March 31, 2022

Rs in lacs

Particulars	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets	(2,790)	(2,034)
Sale of investment in shares	(3,571)	8,657
Capital advance for assets	(125)	(17)
Proceeds from sale of fixed assets	49	50
Dividend income	185	190
Proceeds from sale of security receipts	169	348
Investment in Commercial Paper	(7,376)	-
Net Cash from/(used in) investing activities (B)	**(13,378)**	**7,194**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of equity share capital including securities premium and share application money	1,869	1
Right issue expenses	(86)	-
Increase / (decrease) of debt securities	2,20,747	(1,600)
Increase / (decrease) of borrowings	2,29,381	2,42,038
Increase / (decrease) of deposits	1,39,956	1,51,682
Increase / (decrease) of subordinated liabilities	-	(23,924)
Payment of lease liabilities	(7,309)	(6,963)
Dividend paid on equity shares	(39,780)	(6,805)
Net Cash from / (used in) financing activities (C)	**5,34,772**	**3,55,534**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**1,35,267**	**1,67,588**
Cash and cash equivalents at the beginning of the year	**3,91,642**	**2,24,054**
Cash and cash equivalents at the end of the year	**5,26,909**	**3,91,642**

Rs in lacs

Components of cash and cash equivalents	Year Ended March 31, 2022	Year Ended March 31, 2021
Cash on hand	6,887	5,433
Balances with Banks		
- in current accounts	75,739	1,38,157
- in deposit accounts having original maturity less than three months	4,44,283	2,48,052
Total	5,26,909	3,91,642

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1980PLC012340
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Notes:

1. The above financial results for the quarter and year ended March 31, 2022 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors at their respective meetings held on April 29, 2022.

2. The above consolidated financial results for the quarter and year ended March 31, 2022 have been audited by the Statutory Auditors of the Company.

3. During the quarter, the Board of Directors have declared 2nd interim dividend of 270% (Rs. 27/- per equity share of face value of Rs. 10/- each fully paid) to those shareholders whose name appeared on the register of members as on March 17, 2022 being the record date for payment of the said interim dividend. This second interim dividend was paid to shareholders on March 23, 2022.

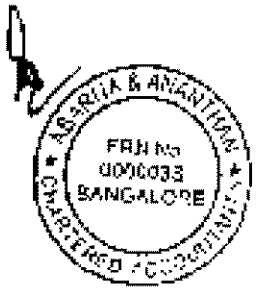
4. The Board of Directors of the Company in its meeting held on December 15, 2021 has approved a Composite Scheme of Arrangement and Amalgamation ("Scheme"), inter alia, involving amalgamation of Shriram Capital Limited (other demerged undertakings from the step down Shriram Capital Limited) and the Company with the Shriram Transport Finance Company Limited under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The said Scheme is subject to requisite approval of shareholders, creditors, Hon'ble National Company Law Tribunal, Reserve Bank of India and other regulatory and statutory approvals as applicable with an appointed date of April 01, 2022. The Company has already initiated process for the approval of the Scheme by various statutory authorities. The Company has received Observation Letters dated March 15, 2022 and March 16, 2022 from BSE Limited (designated Stock Exchange) and National Stock Exchange of India Ltd respectively.

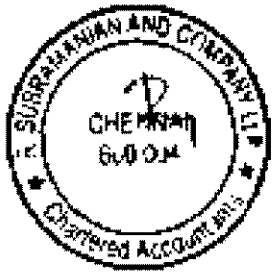
5. The principal business of the Group is financing activity. Further, all activities are carried out within India. As such, reportable segments as per Ind AS 108 - "Operating Segments" is given in Annexure I for Consolidated financial results.

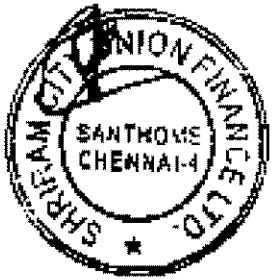
6. The Group's secured listed Non-Convertible Debentures (NCDs) aggregating to Rs.8,498.85 crs as on March 31, 2022 are secured by way of first and exclusive charge on specific future receivables and on identified immovable properties of the Group in favour of respective Debenture Trustees and the Group maintains 100% asset cover for the NCDs and interest thereon.

7. As at March 31, 2022, additional ECL provision on loan assets & management overlay on account of COVID-19 stood at Rs.47,554.42 lacs (March 31, 2021: Rs.71,876.72 lacs). The additional ECL provision on account of COVID-19 is based on the Group's historical experience, collection efficiencies till date, internal assessment on the impacted segments and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Group's management is continuously monitoring the situation and the economic factors affecting the operations of the Group.

8. The Group invoked resolution plans to relieve COVID-19 pandemic related stress to eligible borrowers. The resolution plans are based on the parameters laid down in the resolution policy approved by the Board of Directors of the Group and in accordance with the guidelines issued by the RBI on August 6, 2020 and May 5, 2021. The staging of accounts and provisioning for the eligible accounts where the resolution plans are invoked and implemented is in accordance with the Board Approved Policies in this regard.







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Website: www.shriramcity.in, Email: secy@shriramcity.in

Notes:

Disclosures pursuant to RBI Notification - RBI/2020-21/16 DOR.No.BP.BC.3/21.04.048/2020-21 dated August 6, 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 - Resolution of Covid-19 related stress of individuals and Small Businesses:

Rs. in lacs

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of September 30, 2021 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Additions on account of implementation of resolution during the half-year ended March 31, 2022	Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position at the end of March 31, 2022
Personal Loans	15,885.46	1,262.80	-	76.43	1,554.15	14,077.16
Corporate persons	7,166.23	3,159.19	26.38	1,518.16	351.37	12,863.58
Of which, MSMEs	23,076.14	3,159.19	26.38	1,518.16	351.37	12,863.58
Others	3,405.81	196.37	1.31	123.91	31.80	3,112.04
Total	41,934.84	5,617.76	30.79	1,718.50	1,937.32	30,053.78

9 The Code on Social Security, 2020 (the Code) has been enacted, which would impact contributions by the Group towards Provident Fund and Gratuity. The effective date from which changes are applicable is yet to be notified and the rules thereunder are yet to be framed. The actual impact on account of the Code will be evaluated and accounted for, after notification becomes effective.

10 The extract of the audited financial results for the quarter and year ended March 31, 2022 filed with the Stock Exchanges in compliance with Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure 2.

11 Pursuant to the RBI Circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications", the Group has aligned the definition of default from "Days Past Due Approach as on Reporting Date" to "Days Past Due Approach as on Day End" with effect from November 12, 2021. Had the Group followed the earlier method, the profit before tax for the year ended March 31, 2022 would have been higher by Rs.6,358.89 lacs.

12 The consolidated financial results relates to M/s Shriram City Union Finance Limited ("the Company") and its subsidiary "Shriram Housing Finance Limited" (hereinafter referred to as "Group").

13 The figures for the last quarter of the current year and previous year are the balancing figures between audited figures in respect of the full financial year and year to date reviewed figures up to third quarter.

14 The figures for the previous quarter / period have been regrouped / reclassified, wherever necessary to conform to the current period presentation.

15 The above financial results are available at www.nseindia.com, www.bseindia.com and www.shriramcity.in

By order of the Board
For Shriram City Union Finance Limited

Yashwant Srinivasa Chakravarthy
Managing Director & CEO
DIN: 00052308

Place: Chennai
Date: April 29, 2022

ABARNA & ANANTHAN CHARTERED ACCOUNTANTS FRN No. 002038S BANGALORE

SUBRAMANIAN AND COMPANY LTD. CHENNAI 600 004 CHARTERED ACCOUNTANTS

SHRIRAM CITY UNION FINANCE LTD. SANTHOM CHENNAI

SHRIRAM HOUSING FINANCE LIMITED

CIN [illegible]

Regd. Office: No. [illegible] Anna Salai, Chennai - 600 002

Website: www.shriramhousing.in, Email: [illegible], Tel: [illegible]

Segment wise Revenue, Results and Capital Employed for Consolidated financial results under Ind AS

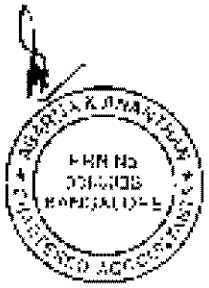
Annexure I

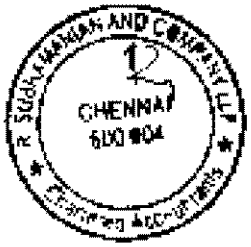
Rs. in lakh

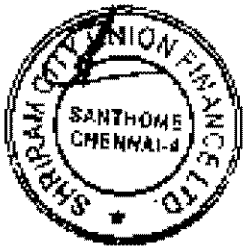
S. No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2025 (Audited)	December 31, 2024 (Unaudited)	March 31, 2024 (Audited)	March 31, 2025 (Audited)	March 31, 2024 (Audited)
1	Segment Revenue					
	Retail Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Treasury Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Unallocable Income	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total	1,90,122	1,85,829	1,59,730	7,02,799	5,76,398
2	Segment Results (Profit / (Loss) before tax)					
	Retail Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Treasury Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Unallocable	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total	45,058	46,962	40,482	1,76,868	1,37,801
3	Segment Assets					
	Retail Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Treasury Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Other Unallocable assets	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total	38,65,276	35,91,276	37,46,033	38,65,276	37,46,633
4	Segment Liabilities					
	Retail Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Treasury Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Other Unallocable liabilities	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total	25,10,638	23,65,454	25,34,786	25,10,638	25,34,896
5	Capital Employed (Segment Assets - Segment Liabilities)					
	Retail Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Treasury Finance	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Other Unallocable assets net of liabilities	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Total	13,54,638	12,25,822	12,11,247	13,54,638	12,11,737

Note:

1. The Consolidated financial results are prepared in accordance with the Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. The above results for the quarter and year ended March 31, 2025 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on April 23, 2025.
3. Segment wise revenue, results and capital employed figures for the previous period/year have been regrouped/reclassified wherever necessary to conform to current period classification.







[illegible]

(Rs. in Crores except ratios)

S. No.	Particulars	Consolidated				
		Quarter Ended			Year Ended	
		March 31, 2022 (Audited)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
1	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
2	[illegible]	Nil	Nil	Nil	Nil	Nil
3	[illegible]	Nil	Nil	Nil	Nil	Nil
4	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
5	[illegible]	Nil	Nil	Nil	Nil	Nil
6	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
7	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Basic :	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	Diluted :	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
8	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
10	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
11	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]					
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]					
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]					
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]

Notes:

1. The following ratios are not applicable to the company being NBFC
   [illegible]
2. Formulae for computation of Ratios
   [illegible]
3. Net profit after tax [illegible]
4. Gross NPA [illegible]
5. Net NPA [illegible]
6. [illegible]
7. Net worth as defined in section 2(57) of Companies Act 2013.
8. NPA Stands for Non Performing Assets / Stage 3 Assets.

For City Union Finance Limited

[illegible]

Managing Director & CEO

DIN: [illegible]

Place : [illegible]

Date : [illegible]





R. Subramanian and Company LLP
Chartered Accountants
New No. 6, Krishnaswamy Avenue,
Luz, Mylapore,
Chennai – 600 004.

Abarna and Ananthan.
Chartered Accountants
521, 3rd Main Rd, 2nd Phase,
6th Block, Banashankari,
Bengaluru - 560085.

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors of
Shriram City Union Finance Limited

Report on the Audit of Consolidated Financial Results

1. Opinion

We have audited the accompanying consolidated financial results of Shriram City Union Finance Limited (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group") for the quarter ended 31st March 2022 and the year to date results for the period from 01st April 2021 to 31st March 2022 ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 and 52 of the SEBI(Listing Obligations and Disclosure Requirements) regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditor on separate audited financial results of the subsidiary, the aforesaid consolidated financial results

i. include the quarterly and annual financial results of the subsidiary, Shriram Housing Finance Limited
ii. are presented in accordance with the requirements of Listing Regulations in this regard; and
iii. give a true and fair view in conformity with the applicable Indian Accounting standards ("Ind As"), and other accounting principles generally accepted in India, of the Consolidated net profit and total comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2022.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013 ("Act"). Our responsibilities under those SA's are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their report referred to in "Other Matter" paragraph below is sufficient and appropriate to provide a basis for our opinion.

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Chartered Accountants
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Aharna and Ananthan.
Chartered Accountants
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6th Block, Banashankari.
Bengaluru - 560085.

3. Emphasis of Matter

Attention is drawn to Note No 7 in regard to the additional bCL provision on account of COVID-19 which is based on the Group's historical experience, collection efficiencies till date, internal assessment on the impacted segments and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Group's management is continuously monitoring the situation and the economic factors affecting the operations of the Group. Further, the extent to which the COVID-19 pandemic will impact the Group's Financial Performance is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of the above matters.

4. Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the Consolidated net profit and other comprehensive income and other financial information of the Group in accordance with recognition and measurement principles laid down in Ind AS 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.
In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Companies in the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the respective companies in the Group.

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5. Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

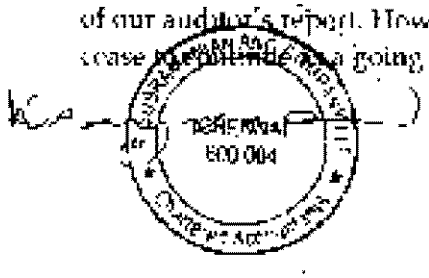
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

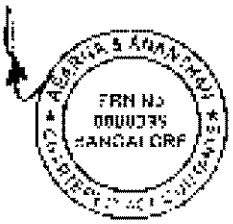
i. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the Complete set of Consolidated Financial Statements on whether the company and its subsidiary has adequate internal financial controls with reference to Consolidated financial statements in place and the operating effectiveness of such controls.

iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

iv. Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.





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v. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation

vi Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of holding company included in the Statement of which we are the independent auditors. For the subsidiary included in the Statement, which has been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

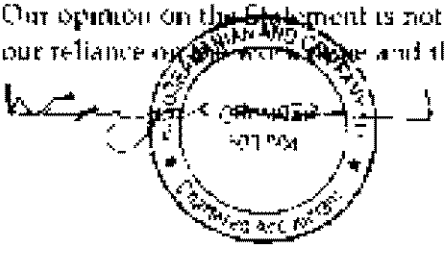
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards

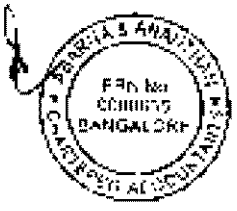
We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

6. Other Matters

The Statement include the audited Financial Results of the subsidiary whose Financial Results reflect Group's share of total assets of Rs 4,49,011 lakhs as at March 31, 2022, Group's share of total revenue of Rs 54,710 lakhs and Rs. 150146 lakhs, Group's share of total net profit after tax of Rs. 7836 lakhs and Rs. 2405 lakhs and Group's share of total comprehensive income of Rs. 7870 lakhs and Rs. 2420 lakhs for the year and quarter ended March 31, 2022 respectively, and net cash outflow of Rs. 4,936 lakhs for the year ended March 31, 2022 as considered in the Statement, which have been audited by its independent auditor. The independent auditors' report on financial Results of the subsidiary has been furnished to us and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the Subsidiary, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.





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Attention is drawn to the fact that the audited Consolidated financial results of the Group for the quarter and year ended 31 March 2021 were audited by erstwhile auditors whose report dated 30th April 2021, expressed an unmodified opinion on those audited Consolidated financial results and the Consolidated financial statements. Our opinion is not modified in respect of these matters.

The Statement includes the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our opinion is not modified in respect of these matters

For R. Subramanian and Company LLP
Chartered Accountants
Firm Registration Number: 004375/S000861

K Jayasankar
Partner
M. No. 014156
UDIN :22014156AIKTDT5462

Place : Chennai
Date : 29.04.2022

For M/s Aparna & Ananthan
Chartered Accountants
Firm Registration Number: 000039S

Lalitha Rameswaran
Partner
M. No.: 207867
UDIN : 22207867AIIS7G3772

Place : Chennai
Date : 29.04.2022

Annexure H

The Scheme involves (i) amalgamation of Shrilekha Business Consultancy Private Limited ("Transferor Company 1" or "SBCPL") with Shriram Capital Limited ("Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL") ; (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited ("Resulting Company 3" or "SIHL") (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited ("Resulting Company 1" or "SLIH"), and b) Shriram GI Holdings Private Limited ("Resulting Company 2" or "SGIH") respectively; (iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited ("Company" or "STFC" or "Transferee Company 2") ; and (v) the amalgamation of Shriram City Union Finance Limited ("Transferor Company 3" or "SCUF") with STFC.
THIS DISCLOSURE DOCUMENT CONTAINS 7 PAGES. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.
NO EQUITY SHARES ARE PROPOSED TO BE OFFERED PURSUANT TO THIS THE DISCLSOURE DOCUMENT
You may download the Composite Scheme of Arrangement from the stock exchanges where the equity shares of Shriram Transport Finance Company Limited are listed i.e. www.nseindia.com; and www.bseindia.com ("**Stock Exchanges**").

(Capitalised terms not defined herein shall have the meanings ascribed to them under the Composite Scheme of Arrangement)

SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED

Registered Office and Corporate Office:	No.4, Shriram House Burkit Road, T. Nagar, Chennai-600017	
Contact Person:	Mr. Ravi Devaki Venkataraman, Director	**Telephone:** +91 44 4905 2500
E-mail: sect@shriram.com	**Website: Nil**	**CIN:** U74999TN2017PTC114086

PROMOTERS OF THE COMPANY
Shriram Ownership Trust ("**SOT**") SOT is a private discretionary trust incorporated for the purpose of benefits of the senior employees of the Shriram Group.

Details of OFS, Price Band, Minimum Bid Lot & Indicative Timelines- Not Applicable.

SCHEME DETAILS, LISTING AND PROCEDURE
The Scheme involves (i) amalgamation of Shrilekha Business Consultancy Private Limited **("Transferor Company 1" or "SBCPL")** with Shriram Capital Limited **("Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL")** ; (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited **("Resulting Company 3" or "SIHL")** (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited (**"Resulting Company 1" or "SLIH"**), and b) Shriram GI Holdings Private Limited (**"Resulting Company 2" or "SGIH"**) respectively; (iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited (**"Company" or "STFC" or "Transferee Company 2"**) ; and (v) the amalgamation of Shriram City Union Finance Limited (**"Transferor Company 3" or "SCUF"**) with STFC. The Scheme also involves, incidental and ancillary to the amalgamation and demerger set out in (i) to (v) above:

(a) The cancellation of the equity share capital of Shriram Financial Ventures (Chennai) Private Limited ("**SFVPL**") held by SBCPL as set out in Part III of the Scheme;
(b) The cancellation of the preference share capital (comprised of redeemable preference shares) of SCL held by the holders of redeemable preference shares of SCL and the issue of redeemable preference shares of SIHL to the said shareholders;
(c) The cancellation of the existing equity share capital held by SCL in SIHL, SLIH and SGIH;

and for matters consequential, supplemental, and/or otherwise integrally connected therewith.

The Appointed date for the Scheme is 01.04.2022.

Rationale

The reasons and rationale underlying the Scheme specific to each of the concerned companies, which would make it beneficial for all the companies involved and their respective shareholders were explained as follows:

(a) SBCPL and SCL are both companies carrying on the business of making and holding investments in various specific lines of businesses carried on by the Shriram Group, and have both been incorporated with same/similar objects. The amalgamation of these two companies will achieve the purpose of simplifying the Group structure by amalgamating entities which are similar in their fields of operation and objectives, unlock value for their respective shareholders, and eliminate the need for multiple layers of entities with the same focus.

(b) The proposed demerger and vesting of the three undertakings, namely (i) Life Insurance Undertaking; (ii) General Insurance Undertaking, and (iii) Financial Services Undertaking, into SLIH, SGIH and SIHL respectively, from SCL, will enable the segregation of these lines of businesses each of which have independent requirements, strategies, focus and objectives. The demerger and vesting of these independent lines of businesses and undertakings into separate Resulting Companies, will enable those Companies to carry on each of the specialized lines of business with greater focus, tailors made strategies for operations and growth; enable the attribution of appropriate risk and valuation based on the risk-return profiles of each line of business; provide greater visibility to each of these lines of business, and enable them to attract investments.

(c) The merger of SCL with its remaining undertaking, with STFC, will achieve the combination of the remaining line of business activities [i.e. other than the Life Insurance, General Insurance and Financial Services] of SCL with STFC, which is a listed entity engaged in the business of financial lending. This will ensure that the companies forming part of the Group, which are focused on the business of lending are concentrated in a single large entity, which has the necessary means, presence and resources to achieve larger scale in the business of lending, while reducing the presence of multiple entities across the Group, with an interest and presence in the same line of business.

(d) The proposal in the Scheme to amalgamate SCUF with STFC, will also serve to be highly beneficial to all the stakeholders, by bringing together the capabilities and the presence of the Group in the categories of transport finance, and retail finance, and in the process create a larger financial lending entity with both these businesses combined, and the resulting benefits of scale and synergies of operation. This proposed merger will further consolidate the leadership position of STFC in the 'Commercial Vehicle' market. Following the proposed merger, and by virtue of SCUF's extensive understanding of credit culture, the amalgamated entity will be able to launch retail finance products in locations that SCUF has not been able to penetrate. The combination of the operations of these two entities with their own vast networks of customers, will uniquely position the Group to ensure that each line of business is expanded to its fullest potential on the strength of a larger, amalgamated entity. This process will help in consolidating the vast branch network of these two companies and is likely to provide a variety of retail lending under a single window with attendant saving of expenditure.

(e) All the Transferor Companies, the Resulting Companies and the Transferee Companies, are part of the same group. The Promoters of the Transferor Companies, the Resulting Companies and the Transferee Companies, are a common set of persons, and the demerger and amalgamation contemplated in the Scheme would only strengthen and reinforce the management of these Companies, while creating a dedicated leadership and management for each of the lines of business or verticals.

(f) Being companies forming part of the same group, the amalgamation and demerger contemplated in the Scheme, would create entities that are unique to each of the lines of business activities carried on by the Group, while also enabling consolidation and lead to a more efficient utilization of capital, and create a consolidated base for the future growth of the various entities.

The amalgamation envisaged in the Scheme will also enable appropriate consolidation of the activities of the Transferor Companies and the Transferee Companies with pooling and more efficient utilization of their resources, greater economies of scale, cost synergy, ease of regulatory compliances and improvement in various operating parameters, in addition to enabling the carrying on of each of the businesses in a more efficient, streamlined and organized fashion.

LISTING AND PROCEDURE

No shares are proposed to be issued by SBCPL pursuant to the Composite Scheme. Pursuant to the Composite Scheme SBCPL is not seeking listing of its shares on the Stock Exchanges. SBCPL will be amalgamated with SCL and then SCL will be amalgamated with STFC.

BUSINESS MODEL/BUSINESS OVERVIEW AND STRATEGY
Shrilekha Business Consultancy Private Limited was incorporated on the 9th day of January, 2017, in the state of Tamil Nadu under the Companies Act, 2013. The Corporate Identity Number of SBCPL is U74999TN2017PTC114086. The Company is engaged in the business of holding strategic long-term investments, evaluating new opportunities and sourcing funds to meet the funding requirement of such new opportunities and to offer consultancy and related services, and such other allied business activities. The registered office of SBCPL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai - 600017. As on date, it has investments in SCL and SFVPL and both the companies are involved in the Scheme.

INDICATIVE TIMELINE
This Disclosure Document should not be deemed to be an offer to the public. The Composite Scheme requires approval of the National Company Law Tribunal, Chennai ("**NCLT**") and no exact timeframe can be given as to when the Scheme will become effective. The Appointed Date is 01.04.2022 as per the Composite Scheme.

GENERAL RISKS
Specific attention of the readers is invited to the section titled "Scheme Details, Listing and Procedure" and "Indicative Timeline" above and "Internal Risk Factors" at pages 1, 3 & 7 of this Disclosure Document. The equity shares have not been recommended or approved by SEBI, nor does SEBI guarantee the accuracy or adequacy of the contents of the Disclosure Document.

PRICE INFORMATION OF LEAD MANAGERS
NA

DETAILS OF STATUTORY AUDITOR OF THE COMPANY
K.S. Kalyanasundaram & Co., Chartered Accountants, Ph: 044 – 2452 4379 kskalyanam@gmail.com

BOARD OF DIRECTORS

Sr. No.	Name	Designation	Experience including current/~~past~~ position held in other firms	Other Directorships
1.	Mr. Ravi Devaki Venkataraman	Director	Mr. D. V. Ravi is a commerce graduate from the University of Bangalore and holds a Post Graduate Diploma in Management from the Institute of Rural Management, Anand (IRMA). Mr. D.V. Ravi has more than 3 decades of experience in strategic investment, information technology and corporate finance activities of the Shriram Group.	He holds directorships in the following other companies. Indian Companies: 9 1. Shriram Transport Finance Company Ltd., 2. Shriram Properties Holdings Pvt. Ltd., 3. Shriram Credit Company Ltd., 4. Shriram Financial Ventures (Chennai) Pvt. Ltd., 5. APA Engineering Pvt. Ltd., 6. R.K.P. Management Consultants Pvt. Ltd., 7. DRP Consultants Pvt. Ltd., 8. Shriram Capital Limited., 9. Take Sports Management Pvt. Ltd., Foreign Companies: Nil
2.	Mr. Srinivasan Natarajan	Director	Mr. S. Natarajan is a commerce graduate and is a Fellow member of the Institute of Chartered Accountants of India. Mr. S. Natarajan has over 40 years of experience in the field of corporate strategy, taxation and regulatory affairs. He had associated with various corporate group before joining Shriram Group.	He holds directorships in the following other companies. Indian Companies: 12 1. Binny Mills Ltd., 2. Shriram Properties Ltd., 3. Sipping Spirits Pvt. Ltd., 4. Shriram Properties Holdings Pvt. Ltd., 5. Sheetala Credit and Holdings Pvt. Ltd., 6. Rajat Chakra Credit and Holdings Pvt. Ltd., 7. Saranga Investments and Consultancy Pvt. Ltd., 8. Integrated Enterprises (India) Pvt. Ltd., 9. Shriram Financial Ventures (Chennai) Pvt. Ltd., 10. Shriram Seva Sankalp Foundation 11. Calcom Credit and Holdings Pvt. Ltd.,

Sr. No.	Name	Designation	Experience including current/~~past~~ position held in other firms	Other Directorships
				12. Satluj Credit and Holdings Pvt. Ltd., Foreign Companies: Nil
3.	Mr. Rupen Mukesh Jhaveri	Director	Mr. Rupen Jhaveri holds a B.S., magna cum laude, from Leonard N. Stern School of Business of New York University. Mr. Rupen Jhaveri has around two decades of experience across private equity and investment banking. He was the Managing Director of KKR India. He is presently the Group President at Piramal Enterprises Limited.	He holds directorships in the following other companies. Indian Companies: 4 1. India Realty Excellence Fund II LLP 2. Melany Advisors LLP 3. Ting Works LLP 4. Shriram Capital Limited., Foreign Companies: Nil

OBJECTS OF THE PROPOSED COMPOSITE SCHEME
The rationale for the Composite Scheme is set out under the heading '**SCHEME DETAILS, LISTING AND PROCEDURE'** at page no. 1 of this Disclosure Document.

Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilisation of issue proceeds of past public issues/rights issues, if any, of the Company in the preceding 10 years: Not Applicable

Name of monitoring agency, if any: Not Applicable

Terms of issuance of Convertible Security, if any: Not applicable

PRE AND POST-SCHEME SHAREHOLDING PATTERN

Sr. No.	Particulars	Number of equity shares prior to the scheme becoming effective	% of Holding prior to the scheme becoming effective	Number of equity shares post to the scheme becoming effective	% of Holding post to the scheme becoming effective
1	**Promoter and Promoter Group** Shriram Ownership Trust	2,08,00,000	25.05	-	-

2	**Others**				
	Piramal Enterprises Limited	6,22,34,605	74.95	-	-
	D V Ravi	45	0.00	-	-
	M Srividya	45	0.00	-	-
	K Jagadish	45	0.00	-	-
	N Mani	45	0.00	-	-
	R Shankar	45	0.00	-	-
	Total	**8,30,34,830**	**100.00**	**-**	**-**

Upon the Composite Scheme becoming effective, SBCPL, the Transferor Company 1, will merge into SCL, the Transferee Company 1 and then SCL will be merged with STFC. Issued capital of SBCPL will be cancelled.

FINANCIALS

A) Consolidated

Rs. in crores

Particulars	**As of and for the period ended Dec 31, 2021**	**FY 3**	**FY 2**	**FY 1**
	(Unaudited) (Limited Review)	**31st March 2021 (Audited)**	**31st March 2020 (Audited)**	**31st March 2019 (Audited)**
Total income from operations (Net)	10.85	1.36	25.95	1.39
Net Profit/(Loss) before tax and extraordinary items	10.00	1.31	25.89	1.34
Net Profit / (Loss) after tax and extraordinary items	10.06	0.95	25.91	0.65
Share of Profit of Associate	316.37	444.00	444.87	457.92
Profit for the period	326.43	444.95	470.78	458.57
Equity Share Capital	8.30	8.30	8.30	8.30
Reserves and Surplus	4,621.49	4,340.00	3,882.38	3,512.25
Net worth	4,629.79	4,348.30	3,890.68	3,520.55
Basic earnings per share (Rs.)	35.69	55.11	59.83	55.23
Diluted earnings per share (Rs.)	35.69	55.11	59.83	55.23
Return on net worth (%)	6.40%	10.52%	12.77%	12.91%
Net asset value per share (Rs.)	557.58	523.67	468.56	423.99

INTERNAL RISK FACTORS
i) The proposed Scheme is subject to the approval of NCLT, regulatory authorities and requisite approvals of Shareholders and creditors. If the proposed Scheme does not receive the requisite approvals, the objects and benefits mentioned in the proposed Scheme will not be achieved. ii) The Company receives majority of its income from its investments from its subsidiaries and associates and any reduction in income from these entities will affect the profitability of the company. iii) Company is a Core Investment Company registered with RBI. Any change in the regulatory requirement may affect the business of the Company. iv) SCL is a public limited company and its equity shares are not listed on any stock exchange and hence not available for trading. v) The impact of ongoing COVID-19 pandemic on the Company's business and operations is uncertain and cannot be predicted.

SUMMARY OF OUTSTANDING LITIGATIONS, CLAIMS AND REGULATORY ACTION

A. Total number of outstanding litigations against the company and amount involved: Nil

B. Brief details of top 5 material outstanding litigations against the company and amount involved : Nil

C. Regulatory Action, if any - disciplinary action taken by SEBI or stock exchanges against the Promoters in last 5 financial years including outstanding action, if any (200 - 300 word limit in total): Nil

D. Brief details of outstanding criminal proceedings against Promoters (200 – 300 - word limit in total): Nil

ANY OTHER IMPORTANT INFORMATION AS PER COMPANY

NIL

DECLARATION BY THE COMPANY

We hereby declare that all relevant provisions of the Companies Act, 1956, Companies Act, 2013 and the guidelines/ regulations issued by the Government of India or the guidelines/regulations issued by Securities and Exchange Board of India, established under Section 3 of the Securities and Exchange Board of India Act, 1992, as applicable, have been complied with and no statement made in this Disclosure Document is contrary to the provisions of the Companies Act, 1956, Companies Act, 2013, the Securities and Exchange Board of India Act, 1992 or rules made or guidelines or regulations issued there under, as applicable. We hereby certify that all the statements in this Disclosure Document are true and correct.

For and on behalf of **SHRILEKHA BUSINESS CONSULTANCY PRIVATE LIMITED**

D V Ravi
Director
DIN: 00171603

Date: 26.05.2022
Place: Chennai

The Scheme involves (i) amalgamation of Shrilekha Business Consultancy Private Limited ("Transferor Company 1" or "SBCPL") with Shriram Capital Limited ("Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL") ; (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited ("Resulting Company 3" or "SIHL") (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited ("Resulting Company 1" or "SLIH"), and b) Shriram GI Holdings Private Limited ("Resulting Company 2" or "SGIH") respectively; (iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited ("Company" or "STFC" or "Transferee Company 2") ; and (v) the amalgamation of Shriram City Union Finance Limited ("Transferor Company 3" or "SCUF") with STFC.
THIS DISCLOSURE DOCUMENT CONTAINS 11 PAGES. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.
NO EQUITY SHARES ARE PROPOSED TO BE OFFERED PURSUANT TO THIS DISCLSOURE DOCUMENT
You may download the Composite Scheme of Arrangement from the stock exchanges where the equity shares of Shriram Transport Finance Company Limited are listed i.e. www.nseindia.com; and www.bseindia.com ("**Stock Exchanges**").

(Capitalised terms not defined herein shall have the meanings ascribed to them under the Composite Scheme of Arrangement)

SHRIRAM CAPITAL LIMTED

Registered Office and Corporate Office:	No.4, Shriram House Burkit Road, T. Nagar, Chennai-600017	
Contact Person:	Mr. S. Senthilnathan, Vice President Finance and Company Secretary	**Telephone:** +91 44 4905 2500
E-mail: sect@shriram.com	**Website:** ww.shriramcapital.com	**CIN:** U65993TN1974PLC006588

PROMOTERS OF THE COMPANY

1. Shriram Financial Ventures (Chennai) Private ("**SFVPL**")

SFVPL was incorporated on the 28th day of February, 2011, in the state of Tamil Nadu under the Companies Act, 1956. The Corporate Identity Number of SFVPL is U67190TN2011PTC079382. SFVPL is engaged in the business of holding long term strategic investments. The registered office of SFVPL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai – 600017.

2. Shriram Ownership Trust ("**SOT**")

SOT is a private discretionary trust incorporated for the purpose of benefits of the senior employees of the Shriram Group.

Details of OFS, Price Band, Minimum Bid Lot & Indicative Timelines- Not Applicable.

SCHEME DETAILS, LISTING AND PROCEDURE

The Scheme involves (i) amalgamation of Shrilekha Business Consultancy Private Limited **("Transferor Company 1" or "SBCPL")** with Shriram Capital Limited **("Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL")** ; (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited **("Resulting Company 3" or "SIHL")** (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited (**"Resulting Company 1" or "SLIH"**), and b) Shriram GI Holdings Private Limited (**"Resulting Company 2" or "SGIH"**) respectively; (iv) the amalgamation of SCL (with its remaining undertaking

and investments) with Shriram Transport Finance Company Limited (**"Company" or "STFC" or "Transferee Company 2"**) ; and (v) the amalgamation of Shriram City Union Finance Limited (**"Transferor Company 3" or "SCUF"**) with STFC.

The Scheme also involves, incidental and ancillary to the amalgamation and demerger set out in (i) to (v) above:

(a) The cancellation of the equity share capital of Shriram Financial Ventures (Chennai) Private Limited ("**SFVPL**") held by SBCPL as set out in Part III of the Scheme;
(b) The cancellation of the preference share capital (comprised of redeemable preference shares) of SCL held by the holders of redeemable preference shares of SCL and the issue of redeemable preference shares of SIHL to the said shareholders;
(c) The cancellation of the existing equity share capital held by SCL in SIHL, SLIH and SGIH;

and for matters consequential, supplemental, and/or otherwise integrally connected therewith.

The Appointed date for the Scheme is 01.04.2022.

Rationale

The reasons and rationale underlying the Scheme specific to each of the concerned companies, which would make it beneficial for all the companies involved and their respective shareholders were explained as follows:

(a) SBCPL and SCL are both companies carrying on the business of making and holding investments in various specific lines of businesses carried on by the Shriram Group, and have both been incorporated with same/similar objects. The amalgamation of these two companies will achieve the purpose of simplifying the Group structure by amalgamating entities which are similar in their fields of operation and objectives, unlock value for their respective shareholders, and eliminate the need for multiple layers of entities with the same focus.

(b) The proposed demerger and vesting of the three undertakings, namely (i) Life Insurance Undertaking; (ii) General Insurance Undertaking, and (iii) Financial Services Undertaking, into SLIH, SGIH and SIHL respectively, from SCL, will enable the segregation of these lines of businesses each of which have independent requirements, strategies, focus and objectives. The demerger and vesting of these independent lines of businesses and undertakings into separate Resulting Companies, will enable those Companies to carry on each of the specialized lines of business with greater focus, tailors made strategies for operations and growth; enable the attribution of appropriate risk and valuation based on the risk-return profiles of each line of business; provide greater visibility to each of these lines of business, and enable them to attract investments.

(c) The merger of SCL with its remaining undertaking, with STFC, will achieve the combination of the remaining line of business activities [i.e. other than the Life Insurance, General Insurance and Financial Services] of SCL with STFC, which is a listed entity engaged in the business of financial lending. This will ensure that the companies forming part of the Group, which are focused on the business of lending are concentrated in a single large entity, which has the necessary means, presence and resources to achieve larger scale in the business of lending, while reducing the presence of multiple entities across the Group, with an interest and presence in the same line of business.

(d) The proposal in the Scheme to amalgamate SCUF with STFC, will also serve to be highly beneficial to all the stakeholders, by bringing together the capabilities and the presence of the Group in the categories of transport finance, and retail finance, and in the process create a larger financial lending entity with both these businesses combined, and the resulting benefits of scale and synergies of operation. This proposed merger will further consolidate the leadership position of STFC in the 'Commercial Vehicle' market. Following the proposed merger, and by virtue of SCUF's extensive understanding of credit culture, the amalgamated entity will be able to launch retail finance products in locations that SCUF has not been

able to penetrate. The combination of the operations of these two entities with their own vast networks of customers, will uniquely position the Group to ensure that each line of business is expanded to its fullest potential on the strength of a larger, amalgamated entity. This process will help in consolidating the vast branch network of these two companies and is likely to provide a variety of retail lending under a single window with attendant saving of expenditure.

(e) All the Transferor Companies, the Resulting Companies and the Transferee Companies, are part of the same group. The Promoters of the Transferor Companies, the Resulting Companies and the Transferee Companies, are a common set of persons, and the demerger and amalgamation contemplated in the Scheme would only strengthen and reinforce the management of these Companies, while creating a dedicated leadership and management for each of the lines of business or verticals.

(f) Being companies forming part of the same group, the amalgamation and demerger contemplated in the Scheme, would create entities that are unique to each of the lines of business activities carried on by the Group, while also enabling consolidation and lead to a more efficient utilization of capital, and create a consolidated base for the future growth of the various entities.

The amalgamation envisaged in the Scheme will also enable appropriate consolidation of the activities of the Transferor Companies and the Transferee Companies with pooling and more efficient utilization of their resources, greater economies of scale, cost synergy, ease of regulatory compliances and improvement in various operating parameters, in addition to enabling the carrying on of each of the businesses in a more efficient, streamlined and organized fashion.

LISTING AND PROCEDURE

No shares are proposed to be issued by SCL except to the shareholders of SBCPL pursuant to the Composite Scheme. Pursuant to the Composite Scheme SCL is not seeking listing of its shares on the Stock Exchanges. SCL will be amalgamated with STFC.

BUSINESS MODEL/BUSINESS OVERVIEW AND STRATEGY

Shriram Capital Limited was incorporated on the 5th April 1974, in the state of Tamil Nadu under the Companies Act, 1956 under the name and style of 'Shriram Chits and Investments Private Limited'. The name of the Company was subsequently changed to 'Shriram Financial Services Holding Limited' and then subsequently to Shriram Capital Limited on the 12th day of March, 2008. The Corporate Identity Number of SCL is U65993TN1974PLC006588. SCL is in the business of investment promotion and registered as a Systemically Important Core Investment Company (CIC) with Reserve Bank of India having registration no. N-07-00791. It is the promoter of the companies under its fold and focuses on tailoring strategies suited to the businesses carried on by these companies, facilitates investments from outside in them and in itself, infuses required capital and nurtures them to grow into developed business entities. The registered office of SCL is situated at Shriram House, No.4, Burkit Road T Nagar, Chennai - 600017.

INDICATIVE TIMELINE

This Disclosure Document should not be deemed to be an offer to the public. The Composite Scheme requires approval of the National Company Law Tribunal, Chennai ("**NCLT**") and no exact timeframe can be given as to when the Scheme will become effective. The Appointed Date is 01.04.2022 as per the Composite Scheme.

GENERAL RISKS

Specific attention of the readers is invited to the section titled "Scheme Details, Listing and Procedure" and "Indicative Timeline" above and "Internal Risk Factors" at pages 1, 3 & 10 of this Disclosure Document. The equity shares have not been recommended or approved by SEBI, nor does SEBI guarantee the accuracy or adequacy of the contents of the Disclosure Document.

PRICE INFORMATION OF LEAD MANAGERS
NA

DETAILS OF STATUTORY AUDITOR OF THE COMPANY
M/s. ASA & Associates LLP Chartered Accountants Email id- gn.rams@asa.in Ph: 044 4904 8200

BOARD OF DIRECTORS

Sr. No.	Name	Designation	Experience including current~~/past~~ position held in other firms	Other Directorships
1.	Dr. Kodumudi Pranatharthiharan Krishnan	Chairman	Dr. K. P. Krishnan was educated in Economics at St. Stephens College and Law at the Campus Law Centre University of Delhi. He joined the IAS in August 1983. He joined IIM Bangalore in 1999 and was awarded FPM (Ph.D) in Economics in the 2003 . Dr. K. P. Krishnan has more than 35 years of experience as a Civil Servant and professional in the field of Economics and Finance. He has worked in various departments of the Government of India including Ministry of Finance. Dr. K. P. Krishnan was closely involved with and initiated many of the deepest and most extensive reforms to market functioning, instruments and regulatory structure in the financial sector.	He holds directorships in the following other companies. Indian Companies: 2 1. TATA Consumer Products Ltd., 2. Dr. Reddy's Laboratories Ltd., Foreign Companies: Nil
2.	Mr. Ravi Devaki Venkataraman	Managing Director	Mr. D. V. Ravi is a commerce graduate from the University of Bangalore and holds a Post Graduate Diploma in Management from the Institute of Rural Management, Anand (IRMA). Mr. D.V. Ravi has more than 3 decades of experience in strategic investment, information technology and corporate finance activities of the Shriram Group.	He holds directorships in the following other companies. Indian Companies: 9 1. Shriram Transport Finance Company Ltd., 2. Shriram Properties Holdings Pvt. Ltd., 3. Shriram Credit Company Ltd., 4. Shriram Financial Ventures (Chennai) Pvt. Ltd., 5. APA Engineering Pvt. Ltd., 6. R.K.P. Management Consultants Pvt. Ltd., 7. DRP Consultants Pvt. Ltd.,

Sr. No.	Name	Designation	Experience including current~~/past~~ position held in other firms	Other Directorships
				8. Shrilekha Business Consultancy Pvt. Ltd., 9. Take Sports Management Pvt. Ltd., Foreign Companies: Nil
3.	Mr. Duruvasan Ramachandra	Whole time Director	Mr. R. Duruvasan is a commerce graduate and has been associated with the Shriram Group since the start of his career. He has more than 35 years of experience. He has held various positions in Shriram Chits, Shriram Life Insurance and Shriram City Union Finance.	He holds directorships in the following other companies. Indian Companies: 3 1. CES Ltd., 2. Shriram City Union Finance Ltd., 3. Shriram Life Insurance Company Ltd., Foreign Companies: Nil
4.	Mr. Lakshminarayanan	Independent Director	Mr. Lakshminarayanan has been conferred an Honorary Doctorate by the Anna University, Tamilnadu. Mr. Lakshminarayanan holds a Bachelor of Science Honors, a Master of Science degree and a Management degree from Bangalore University and the Indian Institute of Science, Bangalore. Mr. Lakshminarayanan is the Ex Vice Chairman and Co-founder of Cognizant. He has more than 30 years of experience in information technology industry.	He holds directorships in the following other companies. Indian Companies: 6 1. Grinntech Motors and Services Pvt. Ltd., 2. TVS Capital Funds Pvt. Ltd., 3. Institution for Capacity Building And Technology Academy 4. KSL Digital Ventures Ltd., 5. Chennai International Centre 6. Chennaiangels Network Association. Foreign Companies: Nil
5.	Mr. Thirumangalam Kuppuswamy Gowrishankar	Independent Director	Mr. T. K. Gowrishankar is a Graduate in Commerce and is a qualified Chartered Accountant. Mr. T. K. Gowrishankar, has more than four decades of experience in the field of corporate finance. He has held key management position in leading companies including leading MNCs of Malaysia and Middle East. He has worked with Wipro Limited and Allana Group.	He holds directorships in the following other company. Indian Companies: 1 1. IVP Ltd., Foreign Companies: Nil
6.	Ms. Akhila Srinivasan	Director	Dr. Akhila Srinivasan holds Ph.D. in Economics.	She holds directorships in the following other companies.

Sr. No.	Name	Designation	Experience including current~~/past~~ position held in other firms	Other Directorships
			Dr. Akhila Srinivasan has more than 30 years of experience and held various positions in NBFC and Life insurance business of the Shriram Group.	Indian Companies: 3 1. Shriram Properties and Constructions (Chennai) Ltd., 2. Shriram Life Insurance Company Ltd., 3. Shriram Seva Sankalp Foundation Foreign Companies: Nil
7.	Mr. Heinie Carl Werth	Nominee Director	Mr. Heinie Werth is a qualified Chartered Accountant (CA(SA)) and also holds a Hons B Accountancy, an MBA and an EDP (Manchester). Mr. Heinie Werth has more than 30 years of experience in accounting, finance, financial markets and investments, general business and risk management. He has held various positions in Sanlam Group South Africa and presently holding position as Chief Executive Officer of Sanlam Emerging Markets.	He holds directorships in the following other company. Indian Companies: Nil Foreign Companies: 3 Sanlam Limited (South Africa) Sanlam Emerging Markets Limited Sanlam Life Insurance Limited
8.	Mr. Jasmit Singh Gujral	Director	Mr. J. S. Gujral has done Executive Management Program from IIM Ahmedabad & Advanced Management Program from Kellogg Business School, Chicago & Indian School of Business, Hyderabad. Mr. J. S. Gujral has more than 30 years of experience in Financial Services, Insurance, Marketing and General Business Management. Presently he is Executive Vice Chairman of Shriram General Insurance.	He holds directorships in the following other companies. Indian Companies: 4 1. Yoldies LLP 2. Shriram Credit Company Ltd., 3. Shriram General Insurance Company Ltd., 4. Shriram Seva Sankalp Foundation Foreign Companies: 1 SGI Philippines General Insurance Co Inc.
9.	Mr. Puneet Bhatia	Nominee Director	Mr. Puneet Bhatia is a Commerce Graduate from the Shri Ram College of Commerce and holding a Post Graduate Diploma in Management from the Indian Institute of Management (IIM), Calcutta.	He holds directorships in the following other companies. Indian Companies: 9 1. Havells India Ltd., 2. Sai Life Sciences Ltd., 3. R R Kabel Ltd., 4. Jana Capital Ltd.,

Sr. No.	Name	Designation	Experience including current/~~past~~ position held in other firms	Other Directorships
			Mr. Puneet Bhatia has over 25 years of experience and handled various portfolio for TPG India. His areas of expertise include strategic investment, project finance, corporate finance etc. He is the Managing Director of TPG Capital India Private Limited.	5. TPG Capital India Pvt. Ltd., 6. Flare Estate Pvt. Ltd 7. SCCA Propertymart Pvt. Ltd., 8. Fractal Analytics Pvt. Ltd., 9. Manipal Health Enterprises Pvt. Ltd., Foreign Companies: 1 Union Bank of Colombo Plc
10.	Mr. Rupen Mukesh Jhaveri	Nominee Director	Mr. Rupen Jhaveri holds a B.S., magna cum laude, from Leonard N. Stern School of Business of New York University. Mr. Rupen Jhaveri has around two decades of experience across private equity and investment banking. He was the Managing Director of KKR India. He is presently the Group President at Piramal Enterprises Limited.	He holds directorships in the following other companies. Indian Companies: 4 1. India Realty Excellence Fund II LLP 2. Melany Advisors LLP 3. Ting Works LLP 4. Shrilekha Business Consultancy Pvt. Ltd., Foreign Companies: Nil
11.	Mr. Stephanus Phillipus Mostert	Nominee Director	Mr. Stephanus Phillipus Mostert graduated from the University of Stelienbosch, obtained a MBA from the same university. Mr. Stephanus Phillipus Mostert has more than 30 years of experience in Insurance industry. He has extensive experience in line management and delivering large transformation projects.	He holds directorships in the following other companies. Indian Companies: 3 1. Shriram General Insurance Company Ltd., 2. Shriram Life Insurance Company Ltd., 3. Shriram Financial Ventures (Chennai) Pvt. Ltd., Foreign Companies:1 LIA Assurex S.A.L.,
12.	Mr. Umesh Govind Revankar	Director	Mr. Umesh Revankar holds a bachelor's degree in Business Management from Mangalore University and MBA in Finance. He had attended Advance Management Program at Harvard Business School. Mr. Umesh Revankar has been with Shriram Group for more than 30 years and possesses extensive	He holds directorships in the following other companies. Indian Companies: 7 1. Shriram Transport Finance Company Ltd., 2. Shriram City Union Finance Ltd., 3. Shriram Automall India Ltd., 4. Shriram Credit Company Ltd.,

Sr. No.	Name	Designation	Experience including current~~/past~~ position held in other firms	Other Directorships
			experience in the financial services industry.	5. Shriram General Insurance Company Ltd., 6. Shriram Life Insurance Company Ltd., 7. Finance Industry Development Council Foreign Companies: Nil

OBJECTS OF THE PROPOSED COMPOSITE SCHEME
The rationale for the Composite Scheme is set out under the heading '**SCHEME DETAILS, LISTING AND PROCEDURE'** at page no. 1 of this Disclosure Document.

Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilisation of issue proceeds of past public issues/rights issues, if any, of the Company in the preceding 10 years: Not Applicable

Name of monitoring agency, if any: Not Applicable

Terms of issuance of Convertible Security, if any: Not applicable

PRE AND POST-SCHEME SHAREHOLDING PATTERN

Sr. No.	Particulars	Number of equity shares prior to the scheme becoming effective	% of Holding prior to the scheme becoming effective	Number of equity shares post to the scheme becoming effective	% of Holding post to the scheme becoming effective
1	**Promoter and Promoter Group**				
	Shriram Financial Ventures (Chennai) Private Limited	75,81,19,281	70.56	-	-
	Shriram Ownership Trust	250	-	-	-

2	**Others**				
	Shrilekha Bueiness Consultancy Private Limited	21,49,12,006	20.00	-	-
	Mr R Kannan	50	0	-	
	Mr S Natarajan	50	0	-	
	Mr D V Ravi	50	0	-	
	Mr G S Sundararajan	50	0	-	
	Mrs M Srividya	50	0	-	
	Tpg India Investmetns II Inc	10,13,80,344	9.44	-	
	Piramal Enterprises Limited	1000	0	-	
	Total	**1,07,44,13,131**	**100.00**	**-**	**-**

Upon the Composite Scheme becoming effective, SCL, the Transferor Company 2, will merge into STFC, the Transferee Company 2 and the issued capital of SCL will be cancelled.

FINANCIALS

A) Consolidated

Rs. in crores

Particulars	**As of and for the period ended Dec 31, 2021**	**FY 3**	**FY 2**	**FY 1**
	(Unaudited) (Limited Review)	**31st March 2021 (Audited)**	**31st March 2020 (Audited)**	**31st March 2019 (Audited)**
Total income from operations (Net)	4,793.65	6,722.87	5,923.87	5,406.63
Net Profit/(Loss) before tax and extraordinary items	810.30	1,241.03	1,211.05	1,328.61
Net Profit / (Loss) after tax and extraordinary items	500.29	890.69	874.11	872.08
Share of Profit of Associate	781.17	692.25	976.38	1006.13
Profit for the period	1,281.46	1,834.08	1,850.49	1,878.21
Equity Share Capital	107.44	107.44	107.44	107.44
Reserves and Surplus	16,131.31	15,254.70	13,566.37	12,336.44
Net worth	16,238.75	15,362.14	13,673.81	12,443.88
Basic earnings per share (Rs.)	10.56	15.49	15.52	15.85
Diluted earnings per share (Rs.)	10.56	15.49	15.52	15.85
Return on net worth (%)	6.98%	12.34%	14.48%	15.46%
Net asset value per share (Rs.)	151.14	142.98	127.27	115.82

INTERNAL RISK FACTORS
i) The proposed Scheme is subject to the approval of NCLT, regulatory authorities and requisite approvals of Shareholders and creditors. If the proposed Scheme does not receive the requisite approvals, the objects and benefits mentioned in the proposed Scheme will not be achieved. ii) The Company receives majority of its income from its investments from its subsidiaries and associates and any reduction in income from these entities will affect the profitability of the company. iii) Company is a Core Investment Company registered with RBI. Any change in the regulatory requirement may affect the business of the Company. iv) SCL is a public limited company and its equity shares are not listed on any stock exchange and hence not available for trading. v) The impact of ongoing COVID-19 pandemic on the Company's business and operations is uncertain and cannot be predicted.

SUMMARY OF OUTSTANDING LITIGATIONS, CLAIMS AND REGULATORY ACTION

A. Total number of outstanding litigations against the company and amount involved:

SCL is involved in a total of 23 litigations. Out of the same, based on the cases wherever the amount is quantifiable, the total amount involved is Rs.12.95 crore in aggregate.

Name of Entity	Criminal Proceedings	Tax Proceedings	Statutory or Regulatory Proceedings	Disciplinary actions by the SEBI or Stock Exchanges against our Promoters	Material Civil Litigations	Aggregate amount involved (Rs in crores)
Company						
By the Company	-	10	-	-	-	12.95
Against the Company	-	13	-	-	-	-
Directors						
By our Directors	-	-	-	-	-	-
Against the Directors	-	-	-	-	-	-
Promoters						
By Promoters	-	-	-	-	-	-
Against Promoters	-	-	-	-	-	-
Subsidiaries						

By Subsidiaries	1	5	-	-	60	54.16
Against Subsidiaries	45	54	5	1	628	147.5

B. Brief details of top 5 material outstanding litigations against the company and amount involved.

Sr. No.	Particulars	Litigation filed by	Current status	Amount involved (Rs in crores)
1	Service Tax Dispute (from 2005-06 to 2010-11)	Company	Appeal pending before the CESAT	6.98
2	Income Tax Dispute for the AY 2018-19	Company	Appeal pending before CIT (Appeal)	5.97
	Total			12.95

C. Regulatory Action, if any - disciplinary action taken by SEBI or stock exchanges against the Promoters in last 5 financial years including outstanding action, if any (200 - 300 word limit in total): **Nil**

D. Brief details of outstanding criminal proceedings against Promoters (200 – 300 - word limit in total): Nil

ANY OTHER IMPORTANT INFORMATION AS PER COMPANY

NIL

DECLARATION BY THE COMPANY

We hereby declare that all relevant provisions of the Companies Act, 1956, Companies Act, 2013 and the guidelines/ regulations issued by the Government of India or the guidelines/regulations issued by Securities and Exchange Board of India, established under Section 3 of the Securities and Exchange Board of India Act, 1992, as applicable, have been complied with and no statement made in this Disclosure Document is contrary to the provisions of the Companies Act, 1956, Companies Act, 2013, the Securities and Exchange Board of India Act, 1992 or rules made or guidelines or regulations issued there under, as applicable. We hereby certify that all the statements in this Disclosure Document are true and correct.

For and on behalf of **SHRIRAM CAPITAL LIMTED**

D V Ravi
Managing Director

DIN: **00171603**

Date: 26.05.2022
Place: Chennai

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Saffron Capital Advisors Private Limited
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Tel.: +91 022 49730394
Email : info@saffronadvisor.com
Website: www.saffronadvisor.com
CIN No. U67120MH2007PTC166711

May 26, 2022

To

The Board of Directors

SHRIRAM CAPITAL LIMITED

No.4, Shriram House Burkit Road, T. Nagar, Chennai-600017

Kind Attention: Mr. D V Ravi, Managing Director

Dear Sir,

Sub: Certification of Abridged Prospectus pursuant to Securities Exchange Board of India Master Circular No. SEBI/HO/CFD/DIL1/CIR/P/2021/0000000665 dated November 23, 2021, ("SEBI Circular") in the matter of proposed Composite Scheme involving (i) amalgamation of Shriekha Business Consultancy Private Limited **("Transferor Company 1" or "SBCPL")** with Shriram Capital Limited **("Transferee Company 1" or "Demerged Company" or "Transferor Company 2" or "SCL")** ; (ii) the demerger of that undertaking from SCL, which is carrying on the business of Financial Services, and the transfer and vesting thereof into Shriram Investment Holdings Limited **("Resulting Company 3" or "SIHL")** (iii) the demerger of those undertakings from SCL, which are carrying on the businesses of a) Life Insurance and b) General Insurance, and the transfer and vesting of the same into a) Shriram LI Holdings Private Limited (**"Resulting Company 1" or "SLIH"**), and b) Shriram GI Holdings Private Limited (**"Resulting Company 2" or "SGIH"**) respectively; (iv) the amalgamation of SCL (with its remaining undertaking and investments) with Shriram Transport Finance Company Limited (**"Company" or "STFC" or "Transferee Company 2"**) ; and (v) the amalgamation of Shriram City Union Finance Limited (**"Transferor Company 3" or "SCUF"**) with STFC. **In this context, Saffron is pleased to offer its services to the proposed transaction.**

This is with reference to our engagement with Shriram Capital Limited (**"SCL"**) for *inter alia* certifying the accuracy and adequacy of the disclosures pertaining to SCL made in the abridged prospectus to be sent to the shareholders and creditors (both secured as well as unsecured) of Shriram Transport Finance Company Limited (**"STFC"**) and Shriram City Union Finance Limited (**"SCUF"**) pursuant to the Composite Scheme of Arrangement (**"Scheme"**). We have been provided with the abridged prospectus dated May 26, 2022 (**"Abridged Prospectus"**) prepared by SCL. The Abridged Prospectus will be circulated to the members of STFC and SCUF at the time of seeking their approval to the Scheme as part of the explanatory statement to the shareholder's notice.

Based on the information, undertakings, certificates, confirmations and documents provided to us by SCL, we hereby confirm that the disclosures made in the Abridged Prospectus are true, fair and adequate to enable the investors to make a well informed decision as to the proposed Scheme and such disclosures are in accordance with the requirements of the Companies Act, 2013, SEBI/HO/CFD/DIL1/CIR/P/2021/0000000665 dated November 23, 2021, SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable provisions / legal requirements.

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Continuation Sheet

The above confirmation is based on the information furnished and explanations provided to us by the management of SCL assuming the same is complete and accurate in all material aspects. We have relied upon financials, information and representations furnished to us on an as is basis and have not carried out an audit of such information. Our scope of work does not constitute an audit of financial information and accordingly we are unable to and do not express an opinion on the fairness of any such financial information referred to in the Abridged Prospectus. This certificate is based on the information as at May 26, 2022. This certificate is a specific purpose certificate issued in terms of the SEBI Circular and hence, it should not be used for any other purpose or transaction. The certificate is not, nor should it be construed to be, a certification of compliance of the Scheme with the provisions of the applicable law including company, taxation and securities markets related laws or as regards to any legal implications or issues arising therein, except for the purpose expressly mentioned herein.

We express no opinion whatsoever and make no recommendation at all as to STFC's and SCUF's underlying decision to effect the Scheme or as to how the holders of equity shares are secured or how the equity shareholders of STFC and SCUF should vote at their respective meetings held in connection with the proposed Scheme. We do not express and should not be deemed to have expressed any views on any other terms of the Scheme or its success. We also express no opinion, and accordingly accept no responsibility for or as to the financial performance of SCL, STFC and SCUF following the consummation of the Scheme. We express no opinion whatsoever and make no recommendations at all (and accordingly take no responsibility) as to whether shareholders/ investors should buy, sell or hold any stake in STFC and SCUF or any of its related parties (holding company/ subsidiaries/ associates etc.)

For Saffron Capital Advisors Private Limited

Gaurav Khandelwal
Vice President
Equity Capital Markets