SHRIRAM City
MONEY WHEN YOU NEED IT MOST

Ref: D: STEC

June 27, 2019

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

Sir,

**Ref: Scrip Code: BSE – 532498 and NSE – SHRIRAMCIT**

As required under Regulation 30 read with Schedule III (Part A) (12) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, please find enclosed Postal Ballot Notice together with the explanatory statement along with Postal Ballot Form.

We request you to kindly take the above information on records.

Thanking you,

Yours faithfully,
For Shriram City Union Finance Limited,

27/6/19

C R Dash
Company Secretary

Encl:a..a

**SHRIRAM CITY UNION FINANCE LIMITED**
CIN: L65191TN1986PLC012840
Regd. office: 123, Angappa Naicken Street, Chennai 600 001, Tamil Nadu
Telephone No + 91 44 2534 1431
Secretarial Office: 144, Santhome High Road, Mylapore, Chennai-600 004, Tamil Nadu
Telephone No +91 44 4392 5300
Website: www.shriramcity.in ; Email: sect@shriramcity.in

# POSTAL BALLOT NOTICE

Dear Member(s),

Notice is hereby given pursuant to section 110 read with Rule 20 and 22 of Companies (Management and Administration) Rules 2014 (including any statutory enactments thereof for the time being in force) of the Companies Act 2013 ('the Act'), Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws and regulations as amended from time to time that the following resolution is proposed to be passed as Special Resolution by the members of Shriram City Union Finance Limited, Corporate Identification Number ("CIN") - L65191TN1986PLC012840 ("Company") by way of postal ballot ("PB")/electronic voting("e-voting"). The said draft special resolution with the explanatory statement mentioning the material facts and reasons for the passing of the special resolution are sent to you along with a Postal Ballot Form ("PBF") for your consideration. The PBF is in the self-addressed business reply envelop.

**Creation of Security on the Asset(s)/Receivables in respect of the borrowings and securitisation of assests of the company under Section 180 (1) (a) of the Companies Act, 2013**

To consider and, if thought fit, to pass the following resolution as SPECIAL RESOLUTION through Postal Ballot.

**"RESOLVED THAT** in supersession of the resolution passed by way of postal ballot July 25, 2018, consent of the Company be and is hereby accorded in terms of Section 180 (1) (a) and other applicable provisions, if any, of the Companies Act, 2013 and any other applicable laws, to the Board of Directors of the Company (hereinafter called "Board", which term shall be deemed to include any Committee, which the Board may have constituted or hereinafter constitute from time to time by whatever name called to exercise it's power including the power conferred by this resolution), to mortgage, pledge, hypothecate, lien, create/modify/perfect charge, charge of any nature or otherwise on the Company's receivables, assets and properties in such form and manner and on such terms and at such time(s) as the Board, may deem fit on the movable and /or immovable properties/ assets of the Company , including the whole and substantially the whole of the undertaking of the Company wherever situate, present and future, whether presently belonging to the Company or not (hereinafter referred together as "PROPERTY"), in favour of any person including but not limited to financial/investment institution(s), bank(s), insurance company(ies), corporate body(ies), trust(s), trustee(s), mutual fund(s),any other fund(s), security holder (s), any lender(s) to the Company in India and for the purpose of external commercial borrowings outside India ,loan/lease/hire purchase management services (hereinafter referred together as "LENDER(S)" to secure any loan(s), security(ies), debenture(s), deposit(s), any borrowing(s) or otherwise for finance, loan, credit facilities and financial assistance upto a sum not exceeding ₹ 50,000 crores (Rupees Fifty thousand crores) at any point of time and to finalise the form, extent and manner of the documents and deeds, whichever applicable, as may be necessary in the opinion of the Board to create/modify/ perfect the appropriate charges on such PROPERTY(IES) of the Company on such terms and conditions as may be decided by the Board in consultation with the LENDER(S)/ Trustees AND the Board is authorised to sell/assign/ securitize such PROPERTY(IES) including receivables of hypothecation/hire purchase/lease/loan agreements/ contracts due or receivable from the hirer(s)/Lessee(s)/ Loanee(s) /borrower(s)/Customer(s) of the Company from time to time in favour of LENDERS/Trust/Special Purpose Vehicle provided that the aggregate amounts of such receivables for such transactions of sale/assignment/ securitisation shall not exceed ₹ 7,500 crores (Rupees Seven thousand Five Hundred Crores) outstanding at any point of time and to finalise the form, extent and manner of, and to sign all such documents, deeds, and writings for giving effect to the above resolution."

By Order of the Board
For Shriram City Union Finance Limited

Place : Chennai
Date : April 24, 2019

C R Dash
Company Secretary

**EXPLANATORY STATEMENT**

By way of special resolutions passed on July 25, 2018 through postal ballot/ evoting, the members of the Company authorised the Board of Directors ("Board", which term shall be deemed to include any Committee, which the Board may have constituted or hereinafter constitute from time to time by whatever name called to exercise its power including the power conferred by this resolution) to create charge upto a sum of ₹ 45,000 crores (Rupees Forty Five Thousand crores) on PROPERTY (ies) of the Company to secure any loan(s),security(ies),debenture(s), deposit(s) and other borrowings outstanding at any point of time for the purpose of business of the Company in favour of the LENDERS in connection with its borrowings.

The Company is a non-banking finance company engaged in the business of financing /lending to its customers/ borrowers. For the purpose of lending, the Company needs funds from time to time. For secured borrowings, the Company creates security by way of mortgage/ charge/hypothecation of movable/ immovable properties of the Company, both present and future, in favour of the LENDERS in such form, manner and ranking as may be required by the LENDERS including modification/ perfection thereof from time to time. This may involve sale, lease or disposal of whole or substantially whole of the Company's undertaking.

Section 180 (1) (a) of the Companies Act, 2013 provides that the Board of a public Company shall not, except with the consent of the company in the General Meeting sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the Company or where the Company owns more than one undertaking, of the whole or substantially the whole of any of such undertakings. "Undertaking" shall mean an undertaking in which the investment of the Company exceeds twenty per cent of its net worth as per the audited balance sheet of the preceding financial year or an undertaking which generates twenty per cent of the total income of the Company during the previous financial year. The expression "substantially the whole undertaking" in any financial year shall mean twenty per cent or more of the value of the undertaking as per the audited Balance Sheet of the preceding financial year.

The business of the Company is planned to grow and growth in business requires funds/finance. Few of the sources of finance for the Company are borrowing, securitisation and assignment. In order to increase funds/ finance, the Company would borrow/raise funds from time to time for the purpose of its business by way of different types of loans, Debentures (private placement and public issue), Bonds, Securities, Deposits, financial assistance from various LENDERS apart from working capital facilities from Banks in the ordinary course of business. The proposed amount of borrowings may be upto an amount of ₹ 40,000 crores from LENDERS. The LENDERS would require securities for such borrowings. The securities to be offered may be upto be 1.25 times of the amount borrowed. The security required to be created for ₹ 40,000 crores borrowings on PROPERTY (IES) of the Company is expected to be ₹ 50,000 crores in favour of the LENDERS. The security may be created by registration of charge with Registrar of Companies or any other authority/Government by way of agreement. The terms and conditions of each such loan and the charge to be created may vary from one another. The amounts will be borrowed and charges shall be created during the course of the business at different point of time. So, the Board is required to be authorised to create charge on PROPERTY (IES) of the Company to the extent of ₹ 50,000 crores for the said loans on the terms and conditions and time of creation of such charge as may be decided suitable by the Board. The borrowings and creation or registration of charge would require different documents to be executed with such LENDER(S) by the Company. The documents to be executed for the purpose may contain a provision to take over the substantial assets of the Company in certain events.

The Company may also raise funds by securitising/ assigning the receivables/assets of the Company. Securitisation is the process by which financial assets such as loan receivables, mortgage backed receivables, hire-purchase debtors, lease receivables are transformed into securities and sold. Securitisation would amount to selling down the assets/receivables of the Company for consideration. Assignment would require the assignment of receivables to the Assignee for a consideration. Securitisation and Assignment are governed by regulations of Reserve Bank of India. Section 180 (1) (a) of the Companies Act, 2013 requires that the Board of Directors shall exercise the power to sell the assets of the Company with the consent of the Company by a special resolution. In view of increased business of the





Company which requires more funds, the Company may also raise funds through securitisation/assignment. The proposed amount of securitisation/assignment may be ₹ 7,500 crores (Rupees Seven thousand five hundred crores) outstanding at any point of time. In case of securitisation/assignments, it would require sale down or assign the assets/receivables of the Company. This would require execution of several agreements with Assignees or the Institutions/Banks/Trustees for the securitisation/assignment of the PROPERTY(IES) so securitised/assigned. This may require registration of charge/ownership by suitable modes on all or some of the movable and/or immovable PROPERTY (IES) of the Company, both present and future in favour of Assignees or the Institutions/Banks/Trustees as the case may be. The documents to be executed between the Company and such Assignees or the Institutions/Banks/Trustees may contain a provision to take over the substantial assets of the Company in certain events.

The proposed resolution set out in this Notice seeks to authorise the Board to create/modify/perfect charge the PROPERTY(IES)/ASSETS including receivables of the Company to secure loans, debentures, securities, deposits, bonds, financial assistance, credit facilities obtained/to be obtained from LENDERS, security holders, Trustees upto ₹ 50,000 crores at any point of time (previous limit ₹ 45,000 crores) and to securitise/sale down /assign from time to time the PROPERTY(IES)/ASSETS of the Company for the purpose of securitisation/assignment not exceeding ₹ 7,500 crores at any point of time. The Board recommends the passing of the resolution set out in this Notice as a Special Resolution by the shareholders of the Company. None of the Directors, Key Managerial Personnel of the Company and their relatives thereof are interested or concerned financial or otherwise in the resolution set out in this Notice except to the extent of their holding in securities of the Company.

By Order of the Board
For Shriram City Union Finance Limited

Place : Chennai
Date : April 24, 2019

C R Dash
Company Secretary

**NOTES:**

1. The explanatory statement as required under Section 102 of the Companies Act, 2013 setting out the material facts in respect of the item of the business mentioned in the notice is annexed thereto.
2. Please carefully read and follow the instructions on PB and e-voting described in this Notice and on the PBF for respective mode of voting.
3. The Notice is being sent to all the Members, whose name appear in the Register of Members/Register of beneficial owners as received from NSDL and CDSL on specified date for the purpose, being June 21, 2019 by modes as prescribed under Companies (Management and Administration) Rules, 2014. The Notice of the Meeting is also posted on the website of the Company, which can be accessed at the web link -https://nseprimeir.com/ir_download/PPN_Corp_Announcemnts/SCUF_POSTAL BALLOT_NOTICE_JULY2019.ZIP
4. Please update your personal details regularly, as the case may be with the concerned Depository Participant/the Registrar and Transfer Agent of the Company, M/s Integrated Registry Management Services Private Limited, 2nd floor, Kences Towers, No 1, Ramakrishna Street, Off North Usman Road, T-Nagar,Chennai-600 017, email ID: csdstd@integratedindia.in ("RTA") with relevant details.
5. The proposed special resolution together with the statement setting out the material facts, the reasons for the resolution and a PBF are being sent to the members for their consideration and voting. Members are requested to send the PBF duly completed in all respects and signed in the attached self-addressed postage pre-paid business reply envelope so as to reach the scrutiniser before 5.00 p.m. on Sunday, July 28, 2019. Envelopes containing PBF, if deposited in person or sent by courier at the expenses of the Member(s) will also be accepted. Any PBF received from any members beyond 5.00 p.m. on Sunday, July 28, 2019 shall not be valid and the voting shall be treated as invalid.
6. Voting rights of the members shall be in proportion to the equity shares held by them of the paid up equity share capital of the Company as on the specified date.

7. The resolution mentioned in this Notice shall be declared as passed if the number of votes cast in its favour (assent) are not less than three times the number of votes cast, if any, against (dissent) the said resolution by means of postal ballot and e-voting and passing of the resolutions shall be deemed to have been duly passed at the general meeting of the Company convened in that behalf.

8. Sri P Sriram (Membership No.FCS 4862) a practicing Company Secretary, Chennai, as consented by him was appointed by the Company as the Scrutiniser for conducting the PB and e-voting process thereto in accordance with the provisions of the law and rules made thereunder in a fair and transparent manner.

9. Members can contact Sri C R Dash, Company Secretary at the Secretarial Office address of the Company for addressing any grievances with respect to voting by postal ballot and e-voting.

10. The Company is pleased to offer its e-voting facility through CDSL as an alternate to all its members to enable them to cast their votes electronically instead of casting their vote through PBF. If a member has opted for e-voting then he/she should not cast his/her vote through physical PBF and vice-a-versa. In case, a Member cast his/her votes through e-voting and also through PBF, then voting done through e-voting shall prevail and voting received through PBF shall be treated as invalid. Members who have received the PB Notice by e-mail and who wish to vote through PBF can download PBF from the Company's website, which can be assessed at the web link - https://nseprimeir.com/ir_download/PPN_Corp_Announcemnts/SCUF_POSTAL BALLOT_NOTICE_JULY2019.ZIP

11. The procedure and instructions for voting through electronic means are as follows:

    The remote e-voting period shall commence from Saturday, June 29, 2019 at 10.00 am and shall close on Sunday July 28, 2019 at 5 p.m. During this period of remote e-voting, the Members of the Company, holding shares either in physical form or in dematerialized form may cast their vote electronically. The remote e-voting module will be disabled for voting thereafter and the Members will not be able to cast their vote electronically beyond the date and time mentioned above (July 28, 2019 at 5 p.m.). In order to e-vote, you need to Log in and then vote. The followings state the login process.

    (i) Log on to the e-voting website : www.evotingindia.com

    (ii) Click on "Shareholders/Member" tab.

    (iii) Enter following user ID and the Capcha

    NSDL Demat account holder (8 character DP ID followed by 8 digit client ID), CDSL Demat account holder (16 digit beneficiary ID), shares held in physical form (EVSN followed by registered folio number with the Company)

    (iv) Enter Password (existing password if already registered for e-voting, PAN and Bank Account Number or Date of Birth if e-voting for first time with password of your choice in the new password field).

    If Demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system

    (v) After entering these details appropriately, click on "SUBMIT" tab.

    (vi) Click on the number below EVSN for Shriram City Union Finance Limited.

    (vii) Resolution Description, Choice etc. will be displayed. Against each resolution both the choices "YES/NO" would be there for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

    (viii) Click on the "Resolutions File Link" for resolution details, if you desire.

    (ix) 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 click on "CANCEL" and modify your vote.

    (x) After "CONFIRM" the vote on the resolution will not be allowed to modify.

    (xi) "Click here to print" option will print voting done.

(xii) Votes can also be casted by using mobile app of CDSL by downloading mobile app from Google Play Store. Windows and Apple smart phones by following instructions as prompted therein.

(xiii) Institutional Members (i.e. other than individuals, HUF, NRI etc.) who wish to cast their votes through remote e-voting should send a scanned copy of the Registration form bearing the stamp and signature of the authorized person of the entity, the list of accounts and scanned copy (PDF format) of the relevant Board Resolution and Power of Attorney (POA) etc to helpdesk.evoting@cdslindia.com.

(xiv) In case of any queries the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section can be referred to or by writing email to helpdesk.evoting@cdslindia.com or call on 18002005533 or by contacting the Company Secretary of the Company at the contacts mentioned on the top of this notice.

(xv) The Scrutiniser would be able to view the names and number of shareholders who casted the vote by way of e-voting on Sunday, July 28, 2019 after 5 p.m. and would unblock in the presence of at least two witnesses (not being in employment of the Company) the voting pattern on July 29, 2019 and report on the results of voting.

12. The Scrutiniser after his scrutiny will submit his report to the Chairman or Managing Director of the Company and the results of the voting along with the report of the Scrutiniser would be declared by displaying it on the website of the Company on or before July 31, 2019.

By Order of the Board
For Shriram City Union Finance Limited

Place : Chennai
Date : April 24, 2019

C R Dash
Company Secretary

**SHRIRAM CITY UNION FINANCE LIMITED**

CIN : L65191TN1986PLC012840
Regd. Office : 123, Angappa Naicken Street, Chennai - 600 001, Tamil Nadu.
Ph. No : +91 44 2534 1431 Website : www.shriramcity.in; Email : sect@shriramcity.in

SHRIRAM City
MONEY WHEN YOU NEED IT MOST

## POSTAL BALLOT FORM

S No.

| | | |
|---|---|---|
| 1. | Name(s) of Member(s) (in block letters): (including joint holder, if any) | |
| 2. | Registered address of the Sole / First named member | |
| 3. | Folio No. / DP ID No. / Client ID No. | |
| 4. | Number of Shares held | |
| 5. | Class of Share | Equity |

I/We hereby exercise my/our vote in respect of the Special Resolution to be passed through postal ballot for the business as stated in the Notice of the Company dated April 24, 2019 by conveying my/our assent or dissent to the said Resolution by mentioning the number of votes in the columns specified in the table below against the item:

| Sl. No. | Description | Type of Resolution | No. of. Shares | I/We assent to the Resolution (FOR) | I/We dissent to the Resolution (AGAINST) |
|---|---|---|---|---|---|
| 1. | Approval for Creation of Security on the assets/ receivables in respect of the borrowings and securitisation of assets of the Company [Section 180 (1) (a) of the Companies Act, 2013] | Special Resolution | | | |

Place:

Date:

.....
(Signature of the Shareholder)

### ELECTRONIC VOTING PARTICULARS

| Electronic Voting Sequence Number (EVSN) | User ID | Sequence No. |
|---|---|---|
| | | |

Note : Please read the information provided overleaf and Postal Ballot Notice before exercising your vote.



**Information for Postal Ballot Form**

1. Fill up and sign this postal ballot form ("PBF") using pen completely and correctly. Incomplete, unsigned, incorrectly filled or any other symbols mentioned in the PBF will render it invalid.
2. Votes to be cast only by members of the Company either in favour of (Assent) or against (Dissent) the Resolution by mentioning the number of votes in the column provided for assent or dissent. A member need not use all the votes nor needs to cast all the votes in the same way.
3. Send the duly completed and signed PBF in the attached self-addressed postage prepaid Business Reply envelope ("Envelope") to the scrutiniser printed on this envelope so as to reach him/her before 5 pm on Sunday, July 28, 2019. Any PBF received from any members beyond 5 pm on Sunday, July 28, 2019 will not be valid and the voting shall be treated as invalid. Postage will be borne by the Company on envelope. Envelopes containing PBF, if deposited in person or sent by courier at the expense of the member(s) will also be accepted.
4. The PBF should be completed and signed by the sole/first named member. In the absence of first named member, in case of joint holding, the PBF may be completed and signed by the next named member. The signature of the member on this PBF should match with the specimen signature registered with the Company/RTA/NSDL/CDSL as the case may be.
5. In case of shares held by non-individuals, the duly completed PBF should be accompanied by a certified true copy of the Board Resolution/letter of authority together with attested specimen signature of the duly authorized signatory (ies). PBF signed by the holder of power of attorney for and on behalf of a member of the Company must be accompanied by the attested true copy of Power of Attorney.
6. No other papers should accompany the PBF in the envelopes as all such envelop will reach the Scrutiniser directly and if any extraneous paper is found in such envelope, the same would not be considered and would be destroyed by the Scrutiniser.
7. There will be only one PBF for every Folio/DP ID & Client ID irrespective of the number of joint member(s). The photocopy of the PBF will not be considered valid.
8. Voting rights of the members shall be in proportion to the equity shares held by them of the paid equity share capital of the Company as on the specified date.
9. Few grounds on which votes will be considered invalid:

   i. Mismatch of signature of the member on the PBF with the signature available with the Company/RTA/Depository (ies) as the case may be, ii. Voting total number of votes/shares of the member both in favour and also against the resolutions, iii. Unsigned PBF, iv. Incomplete or improperly filled PBF, v. PBF received in torn out, defaced, unreadable, illegible form or condition, vi. PBF received after the cut off time mentioned above.
10. The Scrutiniser's decision on the validity of the Postal Ballot will be final.

