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To,

Date: 27/09/2021

**The Manager – Listing Department**
**National Stock Exchange of India Limited**
"Exchange Plaza",
5th Floor, Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (East), Mumbai 400 051
Maharashtra, India

Symbol: **SHYAMMETL**

Dear Sir/Madam,

Sub: **Clarification Against email dated September 24, 2021.**

Reference to the email dated September 24, 2021 regarding the Acquisition of M/s Shree Venkateshwara Electrocast Pvt Ltd by our wholly owned subsidiary M/s Shyam Sel & Power Ltd, we hereby enclose the necessary clarification as required by you.

Kindly take the same on record.

Thanking you

Yours faithfully
For **SHYAM METALICS AND ENERGY LIMITED**

SHYAM METALICS AND ENERGY LIMITED Kolkata

**Birendra Kumar Jain**
**Company Secretary**

Encl: As above

| Acquisition of Shree Venkateswara Electrocast Private Limited | | |
|---|---|---|
| **Sl No.** | **Particulars** | **Details** |
| 1 | **Name of the target entity** | Shree Venkateshwara Electrocast Pvt Ltd |
| 2 | **Details In brief of target entity**<br>CIN<br>Turnover<br>Authorised Capital<br>Paid Up Capital<br>Date of Incorporation<br><br>Registered Office | <br>U27109WB2005PTC102680<br>Rs. 28,62,85,933<br>Rs. 2,00,00,000<br>Rs. 1,87,45,370<br>08-04-2005<br><br>Flat No. 204, Block - B, Panchsheel Apartment, 493/B/1, G.T. Road (S) Shibpur, Howrah - 711102 |
| 3 | **Product/Line of Business** | The key business of the Company is manufacturing of Aluminium Foils. In August 2014, the Company started its commercial production with wide range of products in the pharmaceutical, house foil, SRC containers and other items in packaging industry. The Plant has been running successfully with a production of 300 MT per month at an average output thickness of 9 micron. |
| 4 | **History of Last 3 Years Turnover**<br>FY 2019-2020<br>FY 2018-2019<br>FY 2017-2018 | <br>Rs. 28,62,85,933<br>Rs. 11,00,17,353<br>Rs. 15,34,87,095 |
| 5 | **Country in which the Target Entity has presence** | India |
| 6 | **Mode and Details of Acquistion** | Shyam Sel & Power Limited, wholly owned subsidiary of Shyam Metalics And Energy Limited has acquired controlling stake of 90% in the Target entity through a share purchase agreement executed on August 31, 2021. The investment from Shyam Sel & Power Limited in the target entity has been done through a combination of equity and inter corporate loans aggregating to Rs. 22.28 crores. The entire current bank loan in the Target entity has been repaid in this amount. |
| | *Note | Other significant details about the Acquisition as provided in the Intimation dated September 01, 2021. |

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Kolkata

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SMEL/SE/2021-22/16

September 01, 2021

| | |
|---|---|
| **The Secretary, Listing Department**<br><br>**BSE Limited**<br><br>Phiroze Jeejeebhoy Towers<br><br>Dalal Street<br><br>Mumbai 400 001<br><br>Maharashtra, India<br><br>Scrip Code: **543299** | **The Manager – Listing Department**<br><br>**National Stock Exchange of India Limited**<br>"Exchange Plaza", 5th Floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai 400 051<br><br>Maharashtra, India<br><br>Symbol: **SHYAMMETL** |

Dear Madam/Sirs,

**Sub: - Press Release**

Please find enclosed the press release titled "Acquisition of Shree Venkateshwara Electrocast Pvt. Ltd"

This disclosure is being made in compliance with Regulation 30 of the SEBI (LODR) Regulations, 2015

This is for your information and records.

Thanking you,

For **Shyam Metalics And Energy Limited**

SHYAM METALICS AND ENERGY Kolkata

**Birendra Kumar Jain**

**Company Secretary**

Enclosed: As Above

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## Acquisition of Shree Venkateshwara Electrocast Private Limited

**Kolkata, September 01, 2021:** Shyam Metalics And Energy Limited ("Shyam Metalics") hereby announces that Shyam SEL & Power Limited (SSPL), a wholly owned subsidiary of Shyam Metalics has successfully completed the acquisition of controlling stake of 90% in Shree Venkateshwara Electrocast Private Limited (SVEPL) through a Share Purchase Agreement executed on August 31, 2021.

The investment from SSPL in SVEPL has been done through a combination of equity and inter corporate loans aggregating to Rs. 22.28 Crores. The entire current bank loan in SVEPL too has been repaid in this amount.

Pursuant to the acquisition, the nominees of SSPL have been appointed on the Board of SVEPL and the existing directors of SVEPL have resigned from its Board as per the terms of the Share Purchase Agreement.

SVEPL was Incorporated on 8th April 2005 having Registered Office at Flat No. 204, Block – B, Panchsheel Apartment, 493/B/1, G.T. Road (S), Shibpur, Howrah – 711102, West Bengal. The Company is an unlisted company. The key Business of the company is manufacturing of Aluminium Foils. In August 2014, the Company started its commercial production with wide range of products in the pharmaceutical, house foil, SRC containers and other items in packaging industry. The plant has been running successfully with a production of 300 MT per Month at an average output thickness of 9 micron.

The Company holds a good reputation in the industry as a quality manufacturer and is associated with some of the top players in the market. In March 2017, the Company got into a contract with M/s. Hindalco Industries Limited for manufacturing various products on job-work basis. Currently, the Company is doing work for M/s. Hindalco Industries Limited, Mouda, M/s. Hindalco Industries Limited, Taloja and other renowned companies in the aluminium industry.

Located at Giridih, a small industrial town and a district headquarter in Jharkhand State, it has huge economic activity on export of Mica and Iron & Steel manufacturing. The plant is located on Giridih – Dhanbad State Highway, it is also well connected by road with cities like Kolkata, New Delhi, Mumbai, Ranchi, Bhuvneshwar, Korba, Hirakud, Guwahati, Raipur, Nagpur, etc.

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Please find herewith gist of assets and capacities to be added:

| Location | Area | Land Title | Product | Capacity |
|---|---|---|---|---|
| Giridih | ~13 Acres | Lease Hold | Aluminium Foil | Production Capacity of 300MT per month at an average output thickness of 9 microns. |

- Main Factory Shed: 36,000 sq.ft.
- Auxiliary Buildings: 20,000 sq.ft. (Office Block, Mechanical Workshop, Wood Shop, DG Shed, Rolling Oil Storage, Electrical Sub-station, Staff Quarters, Maintenance Stores, etc.)

**Advantages of SVEPL**

- All major raw material suppliers such as Hindalco Hirakud, Balco Korba, Nalco Angul and Kolkata Port for imports are within close distance from the plant
- Availability of un-interrupted quality power at low cost from M/s. Damodar Valley Corporation

In its already announced Capex plan, Shyam Metalics is foraying in the Aluminium Foil business by setting up a capacity of 40,000 Tonnes Per Annum plant in Pakuria, West Bengal.

The Directors of the Company (the "Directors") believe that the transaction will complement the Group's foray in this business as the horizontal integration has the potential to generate significant efficiencies and approvals from Corporate Clients. The Directors do not expect the Transaction will have any material impact on the Group's earnings for the financial year ending 31st March 2022. This will help to generate higher returns in the coming years.

The consideration payable under the SPA will be paid using the existing cash resources and internal accruals. The transaction is not a related party transaction under the Indian Companies Act 2013 or the Indian Listing Regulations.

Completion of the Transaction is not conditional upon obtaining any regulatory approvals.

**Disclaimer**

Any forward-looking statements about expected future events, financial and operating results of the Company are based on certain assumptions which the Company does not guarantee the fulfilment of. These statements are subject to risks and uncertainties. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the industry, global or domestic or both, significant changes in political and economic environment in India or key markets abroad, tax laws, litigation, labour relations, exchange rate

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fluctuations, technological changes, investment and business income, cash flow projections, interest, and other costs. The Company does not undertake any obligation to update forward-looking statements to reflect events or circumstances after the date thereof.

**Contact Details**

| Company: Shyam Metalics and Energy Limited | Investor Relations: Orient Capital |
|---|---|
| Mr. Pankaj Harlalka, Head IR | Mr. Deven Dhruva |
| pankaj.harlalka@shyammetalics.com | deven.dhruva@linkintime.co.in |
| Tel: +91 9830028142 | Tel: +91 98333 73300 |
| www.shyammetalics.com | www.orientcap.com |

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