Sical Logistics Ltd

South India House
73 Armenian Street
Chennai 600 001 India
Phone : 91.44.66157016 Fax : 91.44.66157017

SICAL
A COFFEE DAY COMPANY

Ref.:SICAL/SD/2017

12th June, 2017

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra [East]
Mumbai :: 400 051

Dear Sirs,

Sub : Updates – Details as to acquisition

Ref : Regulation 30 of SEBI [LODR] Regulations, 2015

Further to our intimation to the Exchanges on 12th May, 2017, we wish to inform that a Term Sheet has been duly executed by the Company with the target entity viz. Patchems Private Limited for the acquisition of the business in providing integrated supply chain solutions including warehousing / logistics. The relevant details are furnished below.

1. Name of the target entity	PATCHEMS PRIVATE LIMITED
2. Details of the target entity	PATCHEMS Private Limited is engaged in the business of providing integrated supply chain solutions including warehousing/logistics and other value added services to clients in Pharma and FMCG space and manages approximately 4 lakh square feet of warehouse space for various clients based out of Bhiwandi in the State of Maharashtra. The gross turnover of the Company for the FY 2016-17 is Rs. 22.15 crores
3. Whether the acquisition would fall within related party transactions and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired?	The acquisition does not fall within the related party transactions Promoter / Promoter group / Group Companies does not have any interest in the entity being acquired
4. Industry to which the entity being acquired belongs	Integrated supply chain solutions including warehousing / logistics

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5. Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	Since the acquirer company viz. Sical Logistics Limited is engaged in providing integrated multimodal logistics services, which also includes cold chain operation, warehousing and vendor logistics, this acquisition would help in movement and storage of cargoes at the warehousing facilities for the pharma and FMCG sectors and provide value added services in this regard which would improve the warehousing and 3PL activities of Sical Logistics Limited.
6. Brief details of any governmental or regulatory approvals required for the acquisition;	None
7. Indicative time period for completion of the acquisition;	To acquire 51% of the Share Capital during the month of June 2017 and the balance staggered in stages and completion on or before 30th June, 2020
8. Cost of acquisition or the price at which the shares are acquired;	Total consideration of Rs.9.50 crores - and payment staggered on the stages of purchase with an initial payment of Rs.4.845 crores at the time of transfer of 51% of the shares held by the Promoters.
9. Nature of consideration - whether cash consideration or share swap and details of the same;	Consideration is by way of cash for transfer of shares
10. Percentage of shareholding / control acquired and / or number of shares acquired;	Immediate - 51% and upon completion of the transaction in 2020 at 100%

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11. Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief).	The Company was incorporated in the State of Maharashtra with CIN U24110MH1989PTC052943 on 08th August, 1989. Patchems Pvt. Ltd. The target company is an ISO 9001-2008 certified with primary focus on Warehousing, Logistics and other support services. The Company is in the business of distribution of Bulk Chemicals, Pharmaceutical and has hands on experience in handling Pharma, Medical Devices, IV Fluids, FMCG, Cosmetics, Food and Electronics. Further the target company provides integrated Supply chain solutions by ensuring cost effective quality services by using innovative technologies solutions to fulfill greater customer satisfaction thereby leveraging the vast logistics and information networks, to the business requirements of clients to gain improved supply chain performance. PATCHEMS is the C&F Agent of Johnson and Johnson and at present manages quite a number of their divisions. The company operates in India.
Gross turnover for 3 years	
2014-15	Rs. 16.82 Cr
2015-16	Rs. 20.29 Cr
2016-17	Rs. 22.15 Cr

We request you to kindly take the above record.

Thanking you,

Yours faithfully,
For Sical Logistics Limited

V. Radhakrishnan
Company Secretary

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