

October 16, 2023

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

ISIN No. INE526E01018

Company Symbol: SHRIPISTON

Sub.: Update - Shriram Pistons & Rings Limited ('SPRL') to acquire 75% shareholding in Takahata Precision India Private Limited ('TPIPL'), a precision injection moulded component design and manufacturing specialist company, through its wholly-owned subsidiary SPR Engenious Limited ('SEL').

Ref.: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

Dear Madam/Sir,

With reference to the captioned matter and in continuation to our correspondence(s) dated February 9, 2023, June 5, 2023, August 10, 2023, October 7, 2023 and October 14, 2023 under Regulation 30 of Listing Regulations.

As stated in the intimation dated February 9, 2023, we had informed the acquisition of 75% shareholding in TPIPL by SEL subject to the fulfilment of customary conditions as set out in the agreements executed between the parties.

Further, vide our intimation letter dated October 14, 2023, we had intimated that the Board of Directors ('Board') of SPRL vide its resolution dated October 14, 2023 had approved the amendment to the Share Purchase Agreement ('SPA') and Shareholders' Agreement ('SHA') dated February 9, 2023 executed between SEL, TPIPL and sellers.

Keeping in view of the above, we wish to inform you that SEL acquired 62% shareholding in TPIPL on October 16, 2023 and accordingly, TPIPL has become a subsidiary of SEL and a step-down subsidiary of SPRL.

We request you to kindly take the same on records.

Thanking you.

Yours faithfully

(Pankaj Gupta)

Company Secretary

Encl: as above

S No.	Particulars	Details
1	Name of the Target entity, details in brief such as size, turnover etc.;	<p>Takahata Precision India Private Limited ('TPIPL') Authorised Capital: INR 1,950 Mn. Paid up Share Capital: INR 1,835 Mn.</p> <p>Turnover of TPIPL for 2022-23: INR 2,124 Mn.</p>
2	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length"	No
3	Industry to which the entity being acquired belongs;	Commercial and Industrial (Manufacturing - Plastic Products, Non-Metallic Mineral Products, Rubber Products, Fabricated Metal Products)
4	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	<p>In order to meet the Company's vision for diversification and growth in areas agnostic to Powertrain, Shriram Pistons & Rings Ltd. (SPRL) has taken a strategic call to diversify its existing product portfolio into the new areas in automotive and other Industrial segment.</p> <p>Takahata Precision India Private Limited (TPIPL) comes across as a strategic initiative which SPRL has been pursuing for the reasons given below:</p> <p>i. TPIPL's existing portfolio of precision moulded parts, precision metal moulds parts and assembled parts having a variety of functional products for automotive and other Industrial applications, fits into SPRL's strategy of inorganic growth alongside de-risking its current business model.</p>

		<p>ii. TPIPL offers a suitable investment opportunity with a sizeable market share in the segment in which it operates. The market opportunity, technology edge and profile of TPIPL are key to SPRL's interest in this Proposed Transaction.</p>
5	Brief details of any governmental or regulatory approvals required for the acquisition	Acquisition of the balance 13% shareholding shall be subject to fulfilment of customary conditions as set out in the definitive agreements (as amended).
6	Indicative time period for completion of the acquisition	Acquisition of 62% shareholding in TPIPL has been completed on October 16, 2023 and the balance 13% shall be acquired on or before 5 years from the date hereof subject to satisfactory fulfilment of customary conditions as set out in the agreements (as amended).
7	Nature of consideration - whether cash consideration or share swap and details of the same	The nature of consideration will be cash.
8	Cost of acquisition or the price at which the shares are acquired	INR 2,220 Mn. in Enterprise Value after making necessary adjustments for debt/debt like items, cash and cash equivalents, working capital surplus/deficit
9	Percentage of shareholding/control acquired and/or number of shares acquired	62% shareholding
10	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	<p>TPIPL was an ultimate subsidiary of Takahata Precision Co. Ltd., Japan (Takahata Japan) incorporated on August 19, 2010 under the Companies Act, 2013 (CIN: U29220RJ2010FTC046888) having its registered office at SP2-41 RIICO New Space Industrial Complex, Phase III, Neemrana, Alwar Rajasthan – 301 705 (India).</p> <p>TPIPL is backed by Takahata Group, Japan which is a leading group that serves a wide range of products such as automotive parts, office automation equipment parts, optical equipment parts, residential facilities parts and medical equipment parts.</p>

SHRIRAM PISTONS & RINGS LTD.

REGD. / H.O. : 3rd FLOOR, HIMALAYA HOUSE, 23, KASTURBA GANDHI MARG, NEW DELHI-110 001 (INDIA)



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		<p><u>TPIPL Turnover:</u> FY 2022-23 - INR 2,124 Mn. FY 2021-22 - INR 1,674 Mn. FY 2020-21 - INR 1,597 Mn.</p>
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