

BSE LIMITED PHIROZE JEEJEEBHOY TOWERS DALAL STREET MUMBAI - 400001	NATIONAL STOCK EXCHANGE OF INDIA LIMITED "EXCHANGE PLAZA" BANDRA KURLA COMPLEX BANDRA (E) MUMBAI - 400051
Scrip Code: 522074	Scrip Code: ELGIEQUIP

E:SEC: 1019

DATE: 19/12/2019

Dear Sirs

Sub: Intimation of incorporation of a step down subsidiary of Elgi Equipments Limited ('the Company')

This is in continuation to our disclosure dated 8th November 2019 regarding the approval of the Board of Directors for incorporating a step down subsidiary in Spain by name Elgi Compressors Iberia SL, we wish to inform that the incorporation of the company has been completed.

The details as required under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 are given in Annexure I.

Kindly acknowledge the receipt of this letter and update your records.

Thanking you,

Yours faithfully

For ELGI EQUIPMENTS LIMITED

Nithya Prabhu R
NITHYA PRABHU R
COMPANY SECRETARY



Annexure I - Details of the Target Entity:

Name of the Target entity, details in brief such as size, turnover etc.	Elgi Compressors Iberia SL, Spain. 1. Share capital: 3,000 Euro 2. Turnover: Nil (as yet to start business operations)
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 initial subscription to the subsidiary mentioned above does not fall within related party transaction
Industry to which the entity being acquired belongs	Air compressors
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)	Elgi Compressors Iberia SL is incorporated as a step down subsidiary for the purpose of air compressor distribution, sales, maintenance and services The business of the step down subsidiary company is in line with the main business activities of the Company.
Brief details of any governmental or regulatory approvals required for the acquisition	The subsidiary company is registered with the Mercantile Registry, Spain (Registro Mercantil Central)
Indicative time period for completion of the acquisition	Incorporation completed
Nature of consideration - whether cash consideration or share swap and details of the same	Cash consideration
Cost of acquisition or the price at which the shares are acquired	3,000 Euro (equivalent to INR 2.38 lakhs)
Percentage of shareholding / control acquired and / or number of shares acquired	100% held by Elgi Compressors Europe SRL (a wholly owned subsidiary of the Company)
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	Elgi Compressors Iberia SL is incorporated in Spain and registered with Mercantile Registry, Spain and yet to commence its business operations.

For ELGI EQUIPMENTS LIMITED

Nithya Prabhu R
NITHYA PRABHU.R
 Company Secretary

ELGI EQUIPMENTS LIMITED

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