

March 06, 2025

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
1st Floor, Dalal Street,
Mumbai 400 001
Scrip Code: 533166

To,
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Bandra Kurla
Complex, Bandra East,
Mumbai 400 051
Symbol: SUNDARAM

Dear Sir/Madam,

Subject: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Completion of Divestment of Non-Operational Assets (Nagpur Division) and Fund Utilization for Company's Growth.

Pursuant to Regulation 30 read with Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that, pursuant to the Extraordinary General Meeting (EGM) of the company **Sundaram Multi Pap Limited** which was duly convened on **August 06, 2024**, through Video Conferencing (VC) and Other Audio-Visual Means (OAVM), the following significant resolution was approved by the shareholders:

1. Divestment of Non-Operational Assets (Nagpur Division):

The shareholders approved the **sale of the company's non-operational industrial land situated at Sihora, Nagpur, Maharashtra, measuring 1,09,000 square meters, for a total consideration of ₹19,22,50,000 (Rupees Nineteen Crore Twenty-Two Lakh Fifty Thousand only).**

In pursuance of the same, the said Transaction Completion took place on March 05, 2025 and Fund Utilization for company's growth is as explained hereunder:

- The company has successfully received the full consideration of ₹19.225 crores as of **March 05, 2025**.
- The proceeds from the divestment will be utilized as follows:
 - 1. Repayment of Outstanding Bank Loan:**
 - The company will **pay off its bank term loan of ₹15.32 crores**, besides any pre-payment penalties.
 - The **loan repayment will result in an annual interest savings of approximately ₹1.50 crores**, positively impacting the company's bottom line.
 - 2. Investment in Automation at Palghar Facility:**
 - The company will invest **₹2.80 crores** in acquiring advanced automation equipment for its manufacturing facility in Palghar, Maharashtra.
 - This automation initiative will help **reduce operational cost up to ₹1.20 crores annually**, further contributing to profitability.
 - Additionally, optimal utilization of the automated equipment is expected to **increase annual revenue by approximately ₹12 crores**.
 - 3. Working Capital Requirements:**
 - The remaining funds from the divestment will be spent towards miscellaneous working capital requirements, ensuring smooth business operations and financial flexibility.

Impact on Financial Performance:

- The company will no longer have the burden of non-operational assets (Nagpur Division).
- With the loan repayment and interest savings, the company will significantly **improve its profitability and reduce financial leverage**.
- The automation investment at Palghar will **enhance cost efficiency and revenue generation**, creating long-term value for stakeholders.
- The company is committed to **expanding its operational efficiencies and optimizing resource allocation** to drive sustainable growth.

The above information is submitted in compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Kindly take the same on your record.

For **Sundaram Multi Pap Limited**

Amrut Premji Shah
Chairman & Managing Director
DIN: 00033120