

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Stovec Industries Ltd.**Regd. Office and Factory :**

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Reference : Scrip Code- 504959
Date : March 14, 2018
Subject : Divestment of Equity Investment held in Wholly Owned Subsidiary

Dear Sir,

In continuation to our intimation dated: March 1, 2018 & March 8, 2018, this is to inform you that the Share Purchase Agreement (“SPA”) is executed today i.e. on March 14, 2018, between Veco B.V., Stovec Industries Limited and Atul Sugar Screens Pvt. Ltd., for sale of 100 % equity investment held by the Company in Atul Sugar Screens Pvt. Ltd., a wholly owned subsidiary company. Pursuant to the said SPA, the last date for closing the transaction is May 31, 2018.

In terms of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the disclosure for the said divestment of equity investment is enclosed herewith as ANNEXURE-1.

We request you to take the above on your records.

Thanking you,

Yours sincerely,

For, **Stovec Industries Limited**



Varsha Adhikari

Company Secretary & General Manager (Finance & Legal)



Encl.: As above

ANNEXURE-1

DISCLOSURE FOR THE SALE OF 100 % EQUITY INVESTMENT HELD IN ATUL SUGAR SCREENS PRIVATE LIMITED, A WHOLLY OWNED SUBSIDIARY COMPANY

1	The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year	<p>Name of the Wholly Owned Subsidiary: Atul Sugar Screens Pvt. Ltd.</p> <p>1. Revenue from Operations (Net) for the financial year 2017 – 157.41 Million (7.39 % of Consolidated Revenue from Operations of the Company for the F.Y. 2017)</p> <p>2. Net Worth as at December 31, 2017 – 63.43 Million (5.43 % of Consolidated Net Worth of the Company as at December 31, 2017)</p>
2	Date on which the agreement for sale has been entered into.	Share Purchase Agreement (“SPA”) is executed today i.e. on March 14, 2018.
3	The expected date of completion of sale/disposal	The expected date of completion of Divestment of Equity Investment held in Wholly Owned Subsidiary is on or before May 31, 2018.
4	Consideration received from such sale/disposal	The consideration for divestment of Equity Investment held in Wholly Owned Subsidiary is INR 104 Million. The consideration will be received as per SPA.
5	Brief details of buyers and whether any of the buyers belong to the promoter/promoter group/group companies. If yes, details thereof	<p>The name of the Buyer is Veco B.V.</p> <p>Veco B.V. is a fellow subsidiary of the Company and is a wholly owned subsidiary of SPGPrints B.V., the Holding Company of Stovec Industries Limited.</p>
6	Whether the transaction would fall within related party transactions? If yes, whether the same is done at “arms length.”	Yes, the transaction falls within the Related Party Transaction. The transaction shall be done at arms length and is based on independent valuation report.
7	Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale.	Not Applicable

Date: March 14, 2018
Place: Ahmedabad

