

March 21, 2020

National Stock Exchange of India Limited  
Exchange Plaza  
C-1, Block G, Bandra Kurla Complex  
Bandra (E), Mumbai - 400 051

BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

Scrip Code: ASHOKLEY  
Through: NEAPS

Stock Symbol: 500477  
Through: BSE Listing Centre

Dear Sirs/Madam,

**Subject: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015**

In the meeting held on March 18, 2020, the Board of Directors had approved that the Company may acquire up to 19% of equity shares in Hinduja Leyland Finance Limited ("HLFL") from existing shareholders in HLFL in tranches for a consideration not exceeding Rs.1200 Crores subject to such approvals, consents, sanctions and permissions of the appropriate authorities, as may be necessary.

Ashok Leyland Ltd considers HLFL a very significant subsidiary for financing its vehicles like all OEMs in the automotive sector. The Board continues to believe that the proposal to raise the shareholding in HLFL was consistent with the philosophy to prevent any future dilution based on HLFL's growth plans. In addition, the objective was to simplify the holding structure to make HLFL ready for future capital raises from financial investors.

However, in a meeting held today, the Board of Directors of Ashok Leyland, after considering the feedback on the proposal from minority stakeholders, decided to restrict the acquisition of shares by Ashok Leyland to 6.99% of the paid-up capital of HLFL at a price of Rs.119/- per share aggregating to Rs.390.49 Crores from Everfin Holdings (an affiliate of Everstone Capital) and Hinduja Group who had purchased the initial tranches of HLFL shares from Everfin. This arrangement would result in Ashok Leyland acquiring both directly and indirectly the residual 6.99% stake of Everfin at a price of Rs.119/- per share, as per the agreement entered with them earlier this year.

On completion of aforementioned transaction, the stake of the Company in HLFL will increase by 6.99% from 61.83% to 68.82%.

As and when the Company completes acquiring shares in tranche(s) and if the said acquisition exceeds 2% or more of the equity shares of HLFL, the Company will inform the stock exchanges, as required.

The details required under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 are given as an annexure.



**ASHOK LEYLAND LIMITED**

Registered & Corporate Office: No.1, Sardar Patel Road, Guindy, Chennai - 600 032, India | T : +91 44 2220 6000 | F : +91 44 2220 6001  
CIN - L34101TN1948PLC000105 | www.ashokleyland.com



We request you to kindly take the above information on record.

The above information will be made available on the Company's website [www.ashokleyland.com](http://www.ashokleyland.com).

Yours faithfully,  
for ASHOK LEYLAND LIMITED

  
N Ramanathan  
Company Secretary  
Encl.: a/a



## Annexure

S.No.	Details of the events	Information of such events												
1.	Name of the Target entity, details in brief such as size, turnover etc.	Hinduja Leyland Finance Limited (HLFL), a subsidiary of the Company. Revenue as on March 31, 2019: Rs.2560.64 Crores												
2.	a. whether the acquisition would fall within related party transaction(s) b. whether the promoter/ promoter group/ group companies have any interest in the entity being acquired c. If yes, nature of interest and details thereof and whether the same is done at "arm's length"	Not applicable  Yes, being shareholder of HLFL.  Yes, the proposed acquisition of equity shares of HLFL is at arm's length												
3.	Industry to which the entity being acquired belongs	Non-Banking Finance Company												
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)	Consolidation of holding.												
5.	Brief details of any governmental or regulatory approvals required for the acquisition	Not applicable												
6.	Indicative time period for completion of the acquisition	Before July 31, 2020												
7.	Nature of consideration - whether cash consideration or share swap and details of the same	Cash												
8.	Cost of acquisition or the price at which the shares are acquired	Rs.119/- per share												
9.	Percentage of shareholding/control acquired and/or number of shares acquired	6.99% of the total paid up capital of HLFL.												
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 (in brief);	HLFL is an RBI registered Non-Banking Finance Company. The audited financials of the last three years are given below: <b>Rs. in Crores</b> <table border="1"> <thead> <tr> <th>Particulars</th> <th>FY 2018-19</th> <th>FY 2017-18</th> <th>FY 2016-17</th> </tr> </thead> <tbody> <tr> <td>Revenue</td> <td>2560.64</td> <td>1961.27</td> <td>1511.11</td> </tr> <tr> <td>Profit after Tax</td> <td>275.64</td> <td>182.04</td> <td>167.53</td> </tr> </tbody> </table>	Particulars	FY 2018-19	FY 2017-18	FY 2016-17	Revenue	2560.64	1961.27	1511.11	Profit after Tax	275.64	182.04	167.53
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