

ISMT/SEC/19-20

September 28, 2019

Listing Department  
**BSE Ltd**  
PJ Towers,  
Dalal Street, Fort,  
Mumbai - 400 001  
Scrip Code: 532479

Listing Department  
**National Stock Exchange of India Ltd**  
Exchange Plaza, Plot No. C/1, G Block,  
BKC, Bandra (E),  
Mumbai - 400 051  
Symbol: ISMTLTD

Dear Sirs,

**Sub: Outcome of Board Meeting**

In pursuance of the SEBI (LODR) Regulations, 2015 (Listing Regulation) please be informed that the Board of Directors at its meeting held today i.e., Saturday, September 28, 2019, inter alia, considered the following business:

**Approved the Conversion of Loan given to Structo Hydraulics A.B. Sweden into Equity:**

The Company through its Subsidiary, ISMT Enterprises SA, Luxembourg (IEL) had invested Rs. 48.43 Crore in Structo Hydraulics AB, Sweden (SHAB), a step down subsidiary of the Company, incorporated on August 17, 1999. SHAB is a manufacturer of cold drawn tubes, cylinder tubes and components principally for hydraulic industry which is within the main line of business of the listed entity. The turnover of SHAB in last 3 years i.e. FY2018-19, FY2017-18 and FY2016-17 is Rs. 53.05 Crore, Rs. 46.12 Crore and Rs. 40.62 Crore, respectively.


The Company has received the approval from regulatory authorities for conversion into equity shares of SHAB of an amount of Rs. 33.33 Crore (USD 5 Million) due from SHAB on account of payment towards invocation of guarantee by lenders of SHAB.

The aforesaid conversion shall be at par value i.e. SEK 5 per share and the shareholding of the Company in SHAB, post allotment, shall be around 99.98% (including shares held by IEL) and is in accordance with the extant RBI Regulations.

Please take the above on your record and oblige.

Thanking you,

Yours faithfully,  
For ISMT Limited

  
Chetan Nathani  
Company Secretary

