



**Carborundum Universal Limited**  
**Regd.off :** 'Parry House', 43, Moore Street,  
Chennai - 600 001, India.  
Tel.: +91-44-3000 6161 Fax : +91-44-3000 6149  
Email : cumigeneral@cumi.murugappa.com  
Website : www.cumi.murugappa.com  
CIN No. : L29224TN1954PLC000318.

23<sup>rd</sup> December 2021

BSE Limited,  
1<sup>st</sup> Floor, New Trading Ring  
Rotunda Building, P J Towers  
Dalal Street, Fort  
Mumbai 400 001

**Stock Code: 513375**

National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> Floor  
Plot No. C/1, G Block  
Bandra-Kurla Complex, Bandra (E)  
Mumbai 400 051

**Stock Code: CARBORUNIV-EQ**

Dear Sirs,

**Sub: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

We wish to inform you that M/s CUMI GmbH, Germany, a step down wholly owned subsidiary of the Company, has entered into an Asset Purchase Agreement (APA) on 22<sup>nd</sup> December 2021 at Germany to acquire the main assets including land & building, plant & machinery, fixed assets, leased assets, brands & trademark, patent, technical know-how and other intangible assets but excluding cash and receivables of M/s AWUKO Abrasives Wandmacher GmbH & Co. KG (AWUKO) which is under insolvency proceedings from 1<sup>st</sup> December 2021. The conclusion of the Purchase transaction contemplated by the APA is subject to closing conditions in terms of rightsizing of employees in negotiation with the Works Council, procurement of consents from creditors and lessors of AWUKO, release of charges on the real estate property and other securities provided etc.

The details as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9<sup>th</sup> September 2015 is enclosed as Annexure. A copy of the press release being made in this regard is also enclosed.

Kindly take the above information on record.

Thanking you

Yours faithfully,

**For Carborundum Universal Limited**

**Rekha Surendhiran**  
**Company Secretary**

Encl. as above

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**Annexure**

	<b>Particulars</b>	<b>Information</b>
a.	Name of the target entity details in brief such as size, turnover etc.	Name of the Company – AWUKO ABRASIVES Wandmacher GmbH & CO. KG (AWUKO)  The entity is not a target for acquisition of shares/control and the transaction contemplated is asset purchase. For details regarding its size and turnover please refer point J below
b.	whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length";	No
c.	industry to which the entity being acquired belongs;	Abrasives
d.	objects and effects of acquisition	<ul style="list-style-type: none"><li>- Access to Coated Abrasives capacity of 10 million square meters;</li><li>- Acquiring global brand AWUKO with multi-country distribution base;</li><li>- Access to technology;</li><li>- Diversification into market leading products in leather and wood applications;</li><li>- Access to experienced process and application engineering team;</li><li>- Ability to provide critical raw materials to AWUKO.</li></ul>
e.	brief details of any governmental or regulatory approvals required for the acquisition;	NA
f.	indicative time period for completion of the acquisition;	1 <sup>st</sup> February 2022 subject to the completion of closing conditions of the asset purchase agreement. The Key closing conditions are rightsizing of employees in negotiation with the Works Council, procurement of consents from creditors and lessors of AWUKO, release of charges on the real estate property and other securities provided etc.
g.	nature of consideration - whether cash consideration or share swap and details of the same;	Cash consideration
h.	cost of acquisition or the price at which the shares are acquired;	No shares are being acquired. The purchase price agreed is 6.01 Mn Euros plus compensation to be

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		agreed with Works Council and other costs, if any to be agreed with the Insolvency Administrator.
i.	percentage of shareholding / control acquired and / or number of shares acquired;	NA
j.	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);	Line of business: Manufacturer of Abrasives Date of incorporation: NA – company founded in 1900 Turnover in Euros '000 2018 - 23045 2019 – 21141 2020 (Preliminary and unaudited as represented by management) - 17741 Country: Germany

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## **CUMI to acquire assets of AWUKO Abrasives, Germany**

**Chennai, 23 December 2021:** M/s CUMI GmbH, Germany, a step-down subsidiary of M/s. Carborundum Universal Limited (CUMI) has entered into an Asset Purchase Agreement with the Insolvency Administrator of M/s AWUKO ABRASIVES Wandmacher GmbH & Co. KG, Germany (AWUKO) on 22<sup>nd</sup> December 2021 for acquiring the main assets of AWUKO. Insolvency proceedings in AWUKO had commenced recently and CUMI has been selected as the successful bidder in a competitive bidding process for the assets of AWUKO which includes land & building, plant & machinery, fixed assets, leased assets, brands & trademarks, patents, technical know-how and other intangible assets but excludes cash and receivables. The asset purchase deal will be subject to completion of negotiations with the Works Council in connection with rightsizing of employees as well as agreements with the lessors/creditors of AWUKO. The estimated purchase price is Euro 6.01 million excluding the compensation cost to be agreed with the Works council and other costs, if any with the Insolvency Administrator

Talking about the proposed purchase of assets, **Mr. N. Anantheshan, Managing Director of CUMI** said, “Acquiring the assets of AWUKO fits in well with CUMI’s expansion plans in Europe. CUMI will gain access to the Coated Abrasives capacity of 10 million square meters, global distribution base and an experienced process & application engineering team. Significant cross learning is possible as CUMI also operates two Coated Abrasive makers in India. Further, CUMI will be able to provide critical raw materials to AWUKO from its operations in India and Russia.”

**Mr. Sridharan Rangarajan, Director Finance and Strategy of CUMI** said, “AWUKO is a 120-year-old leading brand in Coated Abrasives business. AWUKO is a market leader in Leather and Wood applications with strong presence in Metal and Lacquer applications. The acquisition is in line with CUMI’s aggressive inorganic growth plans. With our expertise and experience in turning around the performance of stressed assets we intend to enhance our international offerings in Coated Abrasive products. CUMI will benefit with the access to varied technology and leveraging opportunity for each other’s brands.”

### **About CUMI**

Carborundum Universal Limited (CUMI), established as a tripartite in 1954, is a leading materials sciences engineering solutions provider. CUMI’s consolidated revenue is Rs.2,631 Crores and PAT of Rs.284 Crores for the financial year FY 21. CUMI, part of the Murugappa Group, is listed on the NSE and BSE. CUMI is a Mines to Market Company whose integrated operations include mining, power generation, fusion, manufacturing, marketing and distribution. CUMI has over 5,000 employees worldwide who collaborate, innovate and develop high-quality material solutions and world-class services in abrasives, electro minerals, refractories and ceramics, serving customers in diverse industries including engineering, fabrication, auto and auto components, infrastructure, steel, glass, power generation and



distribution, mining and aerospace. CUMI has a wide geographical presence spanning five continents and exports products to over 43 countries.

For more details, visit [www.cumi-murugappa.com](http://www.cumi-murugappa.com)

#### About Murugappa Group

Founded in 1900, the INR 417 Billion (41,713 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 29 businesses including ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd. and Wendt (India) Ltd.

The Group holds leadership position in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 51,000 employees.

For more details, visit <https://www.murugappa.com/>

#### For further information, please contact:

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