



August 11, 2021

To  
Corporate Relationship Department  
**BSE Limited**  
P.J. Tower,  
Dalal Street, Fort,  
Mumbai – 400 001,  
Maharashtra, India.

**Scrip Code: 524324**

To  
Listing Compliances  
**National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra – Kurla Complex, Bandra (East),  
Mumbai – 400051,  
Maharashtra, India.

**Symbol: SEYAIND**

**Dear Sir / Madam,**

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

We had apprised the stock exchanges of the disputes (including arbitration proceedings) with SC Credit Fund, SC India Manager Private Limited and Beacon Trusteeship Limited (acting for and behalf of SC Credit Fund) (collectively, “**Counterparties**”) in connection with the non-convertible debentures (NCDs) which were earlier issued by the Company to SC Credit Fund.

The Company and the security providers under the said NCDs issuance strongly countered and defended all the wrongful enforcement actions initiated by the Counterparties on various counts. However, with an objective to have increased focus and attention to the core business and in order to amicably settle all the disputes, the Promoters have extensively deliberated, negotiated and entered into an arrangement for full and final settlement with the Counterparties and have executed a Settlement Agreement recording the terms and conditions of the settlement. The salient terms of the settlement include the following:

- (a) As full and final settlement, SC Credit Fund shall be entitled to receive a total Rs. 20,00,00,000/- (without any interest or compensation), which also includes transfer of 1,25,000 equity shares of the Company by Mr. Ashok Rajani, promoter of the Company, on behalf of and to the account of the Company. The settlement amount shall be payable in 7 (seven) tranches by March 21, 2024.



- (b) The Parties have agreed to continue the existing security that was earlier furnished for the NCDs issuance till the full and final payment of the settlement amount. Additionally, Mr. Ashok Rajani, promoter of the Company, shall provide a pledge of 10,00,000 equity shares of the Company in favour of the Counterparties. These securities shall be progressively released by the Counterparties on payment of each tranche of the settlement amount.
- (c) The parties have agreed to withdraw all the legal actions, including the legal proceedings pending before various courts of law (including the NCLT, Mumbai), enforcement actions or other complaints / allegations filed by the respective parties against the other. Accordingly, the parties will be moving motions at the judicial forums for withdrawal / disposal of all pending matters.

The aforesaid settlement arrangement is in the overall interest of the Company in the long run. Further, given that the settlement amount is payable in a staggered manner over the next few years, no immediate major impact is foreseen on the financial position or cash flows of the Company. In fact, with multiple litigations on the same issue pending at various forums being put to rest, valuable financial and operational resources can be concentrated in the core business.

We would like to thank all the stakeholders for their continued trust in the Company.

Kindly take the aforesaid on record.

Thanking you.

Yours sincerely,

For **Seya Industries Limited**

**Manisha Solanki**

Company Secretary