



MAFATLAL INDUSTRIES LIMITED

Regd. Office : 301-302, Heritage Horizon, 3rd Floor, Off. C. G. Road,
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Tel. : 079 2644440406 Fax : 079 26444403

Corp. Off. : Mafatlal House, 5th Floor, H.T. Parekh Marg,
Backbay Reclamation, Churchgate, Mumbai - 400 020.

Tel. : 91 022 6617 3636, Fax : 91 022 6635 7633

CIN : L17110GJ1913PLC000035 Website : www.mafatlals.com

June 10, 2021

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

BSE Code: 500264

Dear Sirs,

Re: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

Sub: Post Board Meeting update – 10th June, 2021

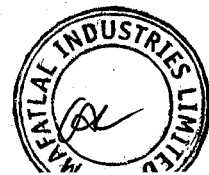
In continuation of our disclosure dated 16th May, 2019 and 8th September, 2020 on the status of the scaling down and closure of Denim fabric manufacturing operations at Navsari w.e.f. 31st December, 2020, the Board of Directors of the Company has today, subject to the approval of the shareholders of the Company to be obtained at the ensuing Annual General Meeting by way of a special resolution, granted in-principal approval to sell /lease/ transfer or otherwise dispose of in one or more tranches, land & building/s, and remaining machinery, equipment, furniture, fixtures & fittings and other assets situated at Company's Undertakings at Navsari.

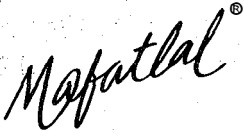
The Company will consider disposing off the said assets with the one or more parties who will not be a "related party" (as defined under the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 i.e. not related in any way with the Company's promoters or directors or key managerial persons) at such price as may be negotiated and on such terms and conditions as deemed fit by the Board subject to the requisite approvals.

The sale of the land & buildings and other assets as mentioned hereinabove, will tantamount to selling, leasing, or disposing of the whole or substantially the whole of the Undertakings at Navsari as envisaged under the provisions of Section 180 of the Companies Act, 2013. Accordingly, as required under the provisions of Section 180(1)(a) and other applicable provisions of the Companies Act, 2013, Rules made thereunder and SEBI (LODR) Regulations, 2015 and other applicable provisions, as amended, the special resolution will be proposed for the approval of the shareholders at the ensuing AGM and the Board has today approved amendment to the notice convening Annual General Meeting scheduled to be held on 30th July 2021.



ARVIND MAFATLAL GROUP
The ethics of excellence





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It may be noted that as disclosed earlier, during the years i.e., 2017 to 2019, the Company faced huge losses in its denim operations at Navsari. The Company took several strategic & operational steps for the revival of Denim operations, such as changes in the management team, focus on product developments and driving cost reduction etc. Since all those efforts could not lead to reviving the denim business, ultimately during 2019-20 the Board took a final decision to close down the denim operations at Navsari and offered compensation towards voluntary retirement scheme (VRS) to all workers/employees at Navsari, to cut down huge losses of the Company. With the approval of the shareholders obtained by the Company through postal ballot dated 16th May 2019, the Company sold off certain assets including machinery, equipment, and other non-core assets to mobilise the funds to pay the Company's liabilities on account of VRS, paying off the creditors, repayment of loans, and other liabilities. Accordingly, the Company's operations at Navsari were closed down. The workers liabilities were settled. Presently there is no manufacturing operations at Navsari plants.

Even during FY 2020-21, the Company has incurred huge losses as its business has been further severely impacted on account of all-round business disruptions caused by COVID 19 pandemic in Indian as well as in the world markets. As of today, the Company has creditors and other liabilities including bankers' liabilities to pay and accordingly it was thought fit to consider sell /lease/ transfer or otherwise dispose of in one or more tranches, land & building/s, and remaining machinery, equipment, furniture, fixtures & fittings and other assets situated at Company's Undertakings at Navsari.

The Meeting of the Board of Directors commenced at 11.00 A.M. and concluded at 12.30 P.M.

Thanking you,

Yours faithfully,

FOR MAFATLAL INDUSTRIES LIMITED


ASHISH A KARANJI
COMPANY SECRETARY



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