



Motherhood Sumi Systems Limited

Head Office: C-14 A & B, Sector 1, Noida – 201301 Distt. Gautam Budh Nagar, U.P. India
Tel: +91-120-6752100, 6752278, Fax: +91-120-2521866, 2521966, Website: www.motherhood.com

October 8, 2021

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G-Block
Bandra-Kurla Complex
Bandra (E)
MUMBAI – 400051, India

BSE Limited
1st Floor, New Trading Ring
Rotunda Building
P.J. Towers, Dalal Street, Fort
MUMBAI – 400001, India

Scrip Code : MOTHERSUMI

Scrip Code : 517334

Ref. : Disclosure under regulation 30 of SEBI (LODR) Regulation, 2015

Dear Sir / Madam,

Samvardhana Motherhood Automotive Systems Group B.V., Netherlands (“**SMRP BV**”) on October 08, 2021 has issued a press release, thereby disclosing acquisition of 60% stake by Ningbo SMR Huaxiang Automotive Mirrors Ltd (“**SMR-NBHX**”) in Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd.

SMRP BV is a material subsidiary of Motherhood Sumi Systems Limited (“**the Company**”) and SMR- NBHX is a 50:50 joint venture in China of SMRP BV’s subsidiary.

In this respect, copy of press release issued by SMRP BV and the details prescribed vide SEBI circular no. CIR/CFD/CMD/4/2015 dated September 09, 2015 are enclosed herewith as **Annexure – ‘A’** and **Annexure – ‘B’** respectively.

The above is for your information and records.

Yours truly,
For Motherhood Sumi Systems Limited

Alok Goel
Company Secretary

Encl: a/a

Regd Office:
Unit – 705, C Wing, ONE BKC
G Block Bandra Kurla Complex
Bandra East Mumbai – 400051
Maharashtra (India)
Email: investorrelations@motherhood.com
CIN No.: L34300MH1986PLC284510

Annexure- A

Samvardhana MotherSON Reflectec (SMR) to strengthen its footprint in China by acquiring majority stake in Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd.

Shanghai, China – 08th October 2021 – Samvardhana MotherSON Automotive Systems Group BV (SMRPBV), today announced the acquisition of a majority stake in Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd by Ningbo SMR Huaxiang Automotive Mirrors Ltd. (SMR NBHX); which is a 50:50 joint venture in China under its subsidiary Samvardhana MotherSON Reflectec (SMR). With this transaction SMR NBHX will acquire 60% stake in the Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd. The proposed deal is expected to be completed within three months from the date of signing, subject to necessary approvals. JMCG (Jiangling Motors Corporation Group) will continue to retain its 40% stake in Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd.

Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd. is engaged in the manufacturing of automotive mirrors for passenger vehicles, pick-up trucks, and light and heavy commercial vehicles in China. The company was established in 2006 with a manufacturing facility at Nanchang (Jiangxi, China) and reported a turnover of CNY 131 million (Euro 17 million approx.) in CY2020.

SMR NBHX is an existing key supplier of vision systems to the passenger car OEMs in China. With this acquisition, SMR group will expand its portfolio into commercial vehicle segment as well thus opening new opportunities for growth in this region. The additional manufacturing facility will further strengthen its existing footprint to 6 facilities across China and provide extra capacity in the region for future growth.

Commenting on the deal, Mr Vivek Chaand Sehgal, Chairman, MotherSON said, “This acquisition is of strategic importance to us. We see a lot of synergies in the products and processes of both companies. This acquisition will further strengthen MotherSON’s presence in this large and growing market and provides access to new customers and vehicle segments; bringing more opportunities for future growth and expansion.”

About Ningbo SMR Huaxiang Automotive Mirrors Ltd. (SMR NBHX)

Ningbo SMR Huaxiang Automotive Mirrors Ltd. (SMR NBHX) is a 50:50 joint venture between Samvardhana MotherSON Reflectec (SMR Group) and Ningbo Huaxiang Electronic Co., Ltd. (NBHX Trim Group). With 3 production facilities in China, SMR NBHX produces and supplies a wide range of rear-view vision systems and associated products for light vehicles to all major OEMs throughout China.

About Samvardhana MotherSON Automotive Systems Group BV (SMRP BV)

Samvardhana MotherSON Automotive Systems Group BV (SMRPBV) is a MotherSON Group Company. SMRPBV is a joint venture between MotherSON Sumi Systems Limited (MSSL) and Samvardhana MotherSON International Limited (SAMIL). SMRPBV is present in all major global automotive production regions, with 72 production facilities spread across 25 countries. For more information on SMRPBV, please visit www.smrpbv.com

For other details, please contact:

Rajat Jain

Chief Operating Officer
Samvardhana MotherSON Reflectec
Phone: +91-120-6679 500
rjain@motherSON.com

Sahil Kedia

Vice President - Strategy
MotherSON Group
Phone: +91-22-6135 4811
sahil.kedia@samil.motherSON.com

Jatin Khattar

Adfactors PR Pvt. Ltd.
Phone –98107 51243
motherSON@adfactorspr.com

Kunal Malani

Head, Group Strategy and M&A
MotherSON Group
Phone: +91-22-6135 4806
kunalmalani@samil.motherSON.com

Rahul Deep

Head – MARCOM (India)
MotherSON Group
Phone: +91-99100 85201
rahul.deep@motherSON.com



Annexure – ‘B’

Sl. No.	Details of event that need to be provided	Information about such events
A)	Name of the target entity, details in brief such as size, turnover etc.	Nanchang JMCG Mekra Lang Vehicle Mirror Co., Ltd. Revenues of CNY 131 million in 2020
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 “arms length”	This is not a related party transaction for the Company. None of the promoter / promoter group / group companies have any interest in the Target Group.
C)	Industry to which the entity being acquired belongs	Manufacturing
D)	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)	SMR group will expand its portfolio into commercial vehicle segment as well as opening new opportunities for growth in this region.
E)	Brief details of any governmental or regulatory approvals required for the acquisition	This deal is subject to necessary approvals as per the local Chinese rules and regulations.
F)	Indicative time period for completion of the acquisition	The transaction is expected to be closed within an estimated time period of 3 months and subject to customary closing conditions and regulatory approvals.
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	SMR-NBHX will pay CNY 33.6 million.
I)	Percentage of shareholding / control acquired and / or number of shares acquired.	SMR-NBHX, a 50:50 joint venture, will acquire 60% of target company.

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).	<p>Main line of business: Manufacturing of automotive mirrors for passenger vehicles, pick-up trucks and for light and heavy commercial vehicles in China.</p> <p><u>Date of Incorporation:</u> November 6, 2006</p> <p>History of the Turnover: The turnover of Target company is as follows:</p> <table border="1" data-bbox="767 517 1422 636"> <thead> <tr> <th>CNY Millions</th> <th>2018</th> <th>2019</th> <th>2020</th> </tr> </thead> <tbody> <tr> <td>Total Sales</td> <td>148</td> <td>126</td> <td>131</td> </tr> </tbody> </table>	CNY Millions	2018	2019	2020	Total Sales	148	126	131
CNY Millions	2018	2019	2020							
Total Sales	148	126	131							