

CYIENT

31 December 2021

The BSE Limited
PJ Towers, 25th Floor,
Dalal Street
Mumbai 400001.
Scrip Code: 532175

The National Stock Exchange of India Ltd
Exchange Plaza,
Bandra-Kurla Complex, Bandra (E)
Mumbai-400 051.
Scrip Code: CYIENT

Dear Sir/ Madam,

Sub: - Announcement under Regulation 30 of SEBI (LODR) Regulations, 2015

This is to inform that the company has signed definitive agreement with Innovation Communications Systems Limited (ICS) --

1. To hive off the Software Design Radio (SDR) division of the Company to Innovation Communications Systems Limited (ICS). Following are the particulars of the Transaction, as required under Regulation 30 of SEBI (LODR) Regulations, 2015:

S.No.	Items for Disclosure	Description
1.	The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year;	Nil
2.	Date on which the agreement for sale has been entered into;	31 st Dec 2021
3.	The expected date of completion of sale/disposal;	Within 15 days from date of signing.
4.	Consideration received from such sale/disposal;	23,42,869 (twenty three lakhs forty two thousand eight hundred and sixty nine) equity shares of par value INR 2 (Indian Rupees Two only) and at a premium of INR 378.57 (Indian Rupees Three Hundred and Seventy Eight and Fifty Seven Paise only) each in ICS.
5.	Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies. If yes, details thereof;	None of the buyers belong to the promoter/ promoter group or group companies.
6.	Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length";	No. This is not a related party transaction.
7.	In case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale.	The transfer is being undertaken through a business transfer agreement between the Company and ICS. Since, there is no underlying amalgamation or merger in the transaction, this disclosure is not applicable.

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2. To acquire 15% stake in the paid up share capital of ICS (on a fully diluted basis)

Following are the particulars of the Transaction, as required under Regulation 30 of SEBI (LODR) Regulations, 2015:

S.No.	Items for Disclosure	Description
1.	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).	Innovation Communication Systems Ltd is a technology-driven organization with a strong focus on communication product development and software services. Established in year 1988, ICS started its journey under the commendable leadership of a group of technocrats. Company is based out of Hyderabad, India. Turnover in FY19 – Rs.0.86 Crores Turnover in FY20 – Rs.8.04 Crores Turnover in FY21 – Rs.14.21 Crores
2.	Percentage of shareholding / control acquired and / or number of shares acquired;	23,42,869 (twenty three lakhs forty two thousand eight hundred and sixty nine) equity shares which amounts to 15% shareholding of ICS.
3.	Nature of consideration - whether cash consideration or share swap and details of the same;	Equity Shares against business transfer and investment.
4.	Cost of acquisition or the price at which the shares are acquired	23,42,869 (twenty three lakhs forty two thousand eight hundred and sixty nine) equity shares of par value INR 2 (Indian Rupees Two only) at a premium of INR 378.57 (Indian Rupees Three Hundred and Seventy Eight and Fifty Seven Paise only) each in ICS.
5.	Indicative time period for completion of the acquisition	15 days from date of signing
6.	Brief details of any governmental or regulatory approvals required for the acquisition;	No government or regulatory approvals are required for this acquisition.
7.	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);	Cyient would like to Partner with ICS since they are focused on building products and solutions in communications technology. The core team in ICS has extensive experience and has been working in Communications technology for several years.

8.	Industry to which the entity being acquired belongs;	Communication Systems and Products
9.	Whether the acquisition would fall within related party transactions 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";	The acquisition is not with a related party. The promoter/ promoter group/group companies do not have any interest in the entity whose shares are being acquired.
10.	Name of the target entity, details in brief such as size, turnover etc;	<p>Brief on target entity: Innovation Communication Systems Ltd ("ICS")</p> <p>ICS offers a range of communication products such as SDR, LCR, Custom Radio, High Capacity Radio Relay, Custom Backbone Network, Satcom, Radars & Microwave and services in Automotive electronics, IoT based smart devices, Railways communication and signaling</p> <p>Turnover showcased in Point No.1</p>

Thanking you
For Cyient Limited



Ravi Kumar Nukala
Dy. Company Secretary