

RELIANCE

Reliance Defence Systems Private Limited
Reliance Centre, Tel : +91 22 33031000
Santacruz (East), Fax : +91 22 33031664
Mumbai 400055
CIN -U74999MH2014PTC260288

October 04, 2019

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

BSE Scrip Code: 533107

National Stock Exchange of India Limited

Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra Kurla Complex,
Bandra (E) Mumbai - 400 051

NSE Symbol: RNaval

Reliance Naval and Engineering Limited

Pipavav Port, Post Ucchhaiya,
Via-Rajula, Dist. Amreli- 365 560,
Gujarat

Dear Sirs,

Sub: Disclosure of reasons for encumbrance pursuant to the Securities and Exchange Board of India Circular No. SEBI/HO/CFD/DCR1/CIR/P/2019/90 dated August 07, 2019

We enclose herewith the captioned disclosure pursuant to the Securities and Exchange Board of India, Circular No. SEBI/HO/CFD/DCR1/CIR/P/2019/90 dated August 07, 2019.

Kindly acknowledge the receipt.

Yours faithfully,
For **Reliance Defence Systems Private Limited**


Authorised Signatory

Disclosure of reasons for encumbrance

Name of listed company	Reliance Naval and Engineering Limited
Name of the recognised stock exchanges where the shares of the company are listed	BSE Limited National Stock Exchange Limited
Name of the promoter(s) / PACs whose shares have been encumbered	Reliance Defence Systems Private Limited
Total promoter shareholding in the listed company	22,01,03,025 (29.84%)
Encumbered shares as a % of promoter shareholding	100% (22,01,03,025)
Whether encumbered share is 50% or more of promoter shareholding	Yes
Whether encumbered share is 20% or more of total share capital	Yes

Details of all the existing events/ agreements pertaining to encumbrance

Particulars		Encumbrance 1 (Date of creation of encumbrance: September 04, 2018)
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)		Pledge
No. and % of shares encumbered		No. of shares: 22,01,03,025 % of total share capital: 29.84%
Specific details about the encumbrance	Name of the entity in whose favour shares encumbered (X)	Yes Bank Limited
	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	Yes (scheduled commercial bank)
	Names of all other entities in the agreement	1. Reliance Infrastructure Limited 2. Reliance Defence Systems Private Limited
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	No
Security Cover / Asset Cover	Value of shares on the date of event / agreement (A)	Rs. 363,16,99,913

	Amount involved (against which shares have been encumbered) (B)	Rs. 1550.00 Crore
	Ratio of A / B	0.23 (The above pledge is in addition to other security provided to secure the facility)
End use of money	Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs	No
	(b) For the benefit of listed company Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc.	
	(c) Any other reason (please specify)	Funds were utilized by Reliance Infrastructure Limited towards its working capital purpose and cash flow requirements.

For Reliance Defence Systems Private Limited
Authorised Signatory

Place: Mumbai

Date: October 04, 2019