

November 15, 2017

Singapore Exchange Securities Trading Limited
2 Shenton Way,
#19-00 SGX Centre 1
Singapore 068804

Sub: Announcement

Dear Sir,

Moser Baer, one of the leading tech manufacturing companies in India has been regularly supplying quality products to its global customers. However, due to technology transition and inadequate support from Lenders during Corporate Debt Restructuring, the Company could not leverage on new businesses as well as on opportunities in existing businesses which came because of rapid closure of capacities worldwide and it has left the company with huge idle infrastructure, high wage costs along with other over-head costs leading to severe liquidity constraints. This was compounded by significant financial liabilities to banks and other stakeholders. The company has been endeavoring to optimize these overheads considering the market, regulatory, liquidity and other factors and is actively working on various alternatives to resolve financial liabilities and revive operations, in consultation with its financial creditors.

Meanwhile, one of the financial creditors has filed an application against Moser Baer before the National Company Law Tribunal (NCLT) which has been admitted, thereby pushing the Company towards a resolution process under the Insolvency & Bankruptcy Code (IBC) through a process managed and controlled by an independent Resolution Professional backed by a Committee of Creditors (CoC). The IBC, *inter-alia*, provides for a structured process for continued business operations as a going concern, together with preservation and protection of assets. Beside, one of the financial creditors of a subsidiary company has also filed an application before NCLT under the IBC, which has been admitted.

The management believes that its existing strategy to transition/grow in emerging/growth markets of Solid state media (Pen Drives, Hard Drives etc) and solid state lighting (LED lights) while continuing to leverage its standing in optical media & solar manufacturing remains relevant and the companies will now need the support of their respective financial creditors in CoC for conclusive resolution of liabilities through the Corporate Insolvency Resolution Process (CIRP) under the IBC.

Thanking you,

Yours faithfully,

For Moser Baer India Limited

Company Secretary

