

KLR PRODUCTS LIMITED

CIN - U24239TG2003PLC041387

April 6, 2024

1) **BSE Limited**

Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai – 400001.

2) **National Stock Exchange of India Ltd**

Exchange Plaza, 5th Floor Plot No. C/1 G Block,
Bandra –Kurla Complex, Bandra (E)
Mumbai-400051.

3) **NACL Industries Limited**

Plot No.12-A, C-Block, Lakshmi
Towers, Nagarjuna Hills, Panjagutta,
Hyderabad-500082, Telangana

Dear Sir/Madam,

Sub: Disclosure under Regulation 31(1) & 31(2) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 ('SEBI SAST Regulations')

With reference to the encumbrance created by way of pledge of 90,33,424 equity shares of M/s. NACL Industries Limited, we are herewith submitting the disclosure in Annexure I under Regulation 31(1) & 31(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulation, 2011 and Annexure II format for disclosure of reasons for encumbrances as per SEBI Circular No. SEBI/HO/CFD/DCR1/CIR/P/2019/90 dated August 07, 2019.

Kindly take the same on your records.

Thanking you

For **KLR Products Limited**


Sreelatha Alluri

Director



Annexure I
Disclosure by the Promoter(s) to the stock exchanges and to the Target Company for encumbrance of shares, in terms of Regulation 31(1) and 31(2) of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011

Name of the Target Company (TC)					NACL Industries Limited								
Names of the stock exchanges where the shares of the target company are listed					1) BSE Limited 2) National Stock Exchange of India Ltd								
Date of reporting					06.04.2024								
Name of the promoter or PAC on whose shares encumbrance has been created/released/invoked					KLR Products Limited								
Details of the creation of encumbrance					KLR Products Limited has pledge 90,33,424 Equity shares of NACL Industries Limited.								
Name of the promoter (s) or PACs with him	Promoter holding in the target company (1)		Promoter holding already encumbered (2)		Details of events pertaining to encumbrance (3)							Post event holding of encumbered shares {creation [(2)+(3)] / release [(2)-(3)] / invocation [(1)-(3)]}	% of total share capital
	No. of shares	% of total share capital	No. of shares	% of total share capital	Type of event (creation / release / invocation)	Date of creation/ release/ invocation of encumbrance	Type of encumbrance (pledge/ lien/ non disposal undertaking/ others)	Reasons for encumbrance	No. of shares	% of share capital	Name of the entity in whose favor shares encumbered	No. of shares	
KLR Products Limited	11,36,23,500	57.04	-	-	Creation	30.03.2024	Pledge	Collateral security for the Short term Loan Facility availed by the KLR Products Limited.	90,33,424	4.54	Samunnati Financial Intermediation and Services Pvt Ltd	90.33.424	4.54

For KLR Products Limited

Sreelatha
Sreelatha Alluri
Director



Place: Hyderabad
Date: 06.04.2024

Annexure - II

Format for disclosure of reasons for Encumbrance

(In addition to Annexure - I prescribed by way of circular dated August 05, 2015)

Name of listed company	NACL Industries Limited
Name of the recognized stock exchanges where the shares of the company are listed	1) BSE Limited 2) National Stock Exchange of India Limited
Name of the promoter(s) / PACs whose shares have been encumbered	KLR Products Limited
Total promoter shareholding in the listed company	No. of shares – 12,69,15,859 % of total share capital – 63.72%
Encumbered shares as a % of promoter shareholding	7.95%
Whether encumbered share is 50% or more of promoter shareholding	No
Whether encumbered share is 20% or more of total share capital	No

Details of all the existing events/ agreements pertaining to encumbrance

Date of creation of encumbrance	March 30, 2024	
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: 90,33,424 % of total share capital: 4.54%	
Specific details about the encumbrance	Name of the entity in whose favour shares encumbered	Samunnati Financial Intermediation and Services Pvt Ltd
	Whether the entity is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	NBFC
	Names of all other entities in the agreement	
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper,	No



	certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	
Security Cover / Asset Cover	Value of shares on the date of event / agreement (A)	Rs. 51 Crores (computed based on the closing price @ 56.53 as on March 28, 2024, being the trading day preceding to the March 30, 2024)
	Amount involved (against which shares have been encumbered) (B)	Rs. 20 Crores
	Ratio of A / B	2.55
End use of money	Borrowed amount to be utilized for what purpose – a) Personal use by promoters and PACs 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. (a) Any other reason (please specify)	The borrowed funds will be utilized towards general corporate purpose.

For **KLR Products Limited**


Sreelatha Alluri

Director

Place: Hyderabad

Date: 06.04.2024

