

Merger of Shriram City Union Finance Limited with Shriram Transport Finance Company Limited

On December 13, 2021, the Board of Directors of Shriram City Union Finance Limited ("**SCUF**"), Shriram Capital Limited ("**SCL**") and Shriram Transport Finance Company Limited ("**STFC**") at their respective meetings have approved the merger of SCL & SCUF with STFC subject to statutory / regulatory approvals ("**Proposed Merger**").

The Proposed Merger would help the group bring together all its lending products such as commercial vehicle & two-wheeler loans, gold loan, personal loan, auto loan and small enterprise finance under a single roof leading to the creation of a financial powerhouse. Additionally, SCUF and STFC see this merger as an immense opportunity to strengthen their consumer offerings, thereby providing a more holistic product basket encompassing all lending products with an intention of creating a comprehensive cross-selling program combining insurance, broking & AMC businesses.

The approved Share Exchange Ratio for Merger of SCUF with STFC is as follows:

- 155 shares of STFC (of Rs 10 each fully paid up) for every 100 shares of SCUF (of Rs 10 each fully paid up)

JM Financial Limited provided the Fairness Opinion to the Board of SCUF on the Share Exchange Ratio arrived at by the valuers.