

# PARTH ALLUMINIUM LIMITED

CIN: L45208GJ1991PLC016853

07<sup>th</sup> January, 2016

TO, BSE Limited P. J. TOWERS DALAL STREET, MUMBAI-400 001. SCRIP CODE: 513430	TO, AHMEDABAD STOCK EXCHANGE LTD KAMDHENU COMPLEX, PANJRAPOLE, AMBAWADI, AHMEDABAD- 380 015. SCRIP CODE: 44220
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Dear Sir,

**SUB: DISCLOSURE OF MATERIAL EVENT UNDER REGULATION 30(2) OF SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATION, 2015**

This is to inform you that Our Company filed petition under section 100 to 104 of Companies Act, 1956 and corresponding provisions of Companies Act 2013 for confirmation of special resolution passed by the shareholders of the Company for reduction of share capital to the Hon'ble High Court of Gujarat, Ahmedabad on 23<sup>rd</sup> November, 2015. In this matter, the Hon'ble High Court of Gujarat passed an order on 06<sup>th</sup> January, 2016 providing its approval/confirmation to the scheme of Capital Reduction.

Therefore pursuant to provisions of Regulation 30(2) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 (Regulation), the Company hereby disclose the material event as provided in the Schedule III of Listing Regulations.

Sl. No.	Particular of material event	Disclosure time frame
a.	<b><u>Details of Restructuring</u></b> The paid-up share capital of the PARTH ALLUMINIUM LTD. shall be reduced from Rs.4,75,00,000/- divided into 47,50,000 equity shares of Rs.10/- each fully paid-up to Rs.1,90,00,000/- divided into 19,00,000 equity shares of Rs.10/- each fully paid-up and that such reduction of	<b>Occurrence of event:</b> 6 <sup>th</sup> January, 2016.  <b>Date of</b>

	<p>Rs.2,85,00,000/- (Rupees Two Crores and Eighty Five Lacs Only) be effected by cancelling 28,50,000 equity shares of Rs.10/- each fully paid-up, which has lost or is unrepresented by available tangible assets, by issuing 4 new equity shares of Rs.10/- each fully paid-up against present holding of 10 equity shares of Rs.10/- each fully paid-up.</p>	<p><b>Disclosure :</b> 7<sup>th</sup> January, 2016.</p>
<p><b>b.</b></p>	<p><b><u>Reasons for Restructuring</u></b></p> <p>The Company has accumulated loss of Rs. 2,83,63,401/- and preliminary and pre-operative expenses of 19,22,013/- as on 30<sup>th</sup> September, 2014. The Continues losses have substantially wiped off the value represented by the Share Capital thus the financial statements do not reflect the correct picture of the health of the Company. For ensuring that the financial statements of the Company reflects the real picture and the Capital which is lost is not continued to be shown on the face of balance sheet, it is necessary to carry out reduction of capital of the Company. The reduction of Capital in the manner proposed would enable the Company to have a rational structure which is commensurate with its remaining business and assets. Hence, the proposed reduction would be for the benefit of the Company and its shareholder, creditors and all concerned as a whole.</p>	
<p><b>c.</b></p>	<p><b><u>Quantitative and/or Qualitative effect of restructuring</u></b></p> <p>The company has been incurring continuous losses and the chances of recovery are remote. Hence it is prudent to write off preliminary and preoperative expenses account of Rs. 19,22,013/- as on 30<sup>th</sup> September, 2014 and part of the debit balance in Profit &amp; Loss account to the extent of Rs.2,65,77,987/- aggregating to Rs.2,85,00,000/- by reducing the paid-up capital from Rs.4,75,00,000/- to Rs.1,90,00,000/- and that such reduction be effected by cancelling 28,50,000 equity shares of Rs.10/- each fully paid-up, which has lost or is unrepresented by available tangible assets, in accordance with the provisions of Sections 100 to 104 and other applicable provisions of the Companies Act, 1956 (hereinafter referred to as "the act"). The resultant paid-up capital of the Company will be Rs.1,90,00,000/- divided into 19,00,000 equity shares of Rs.10/- each fully paid-up.</p>	

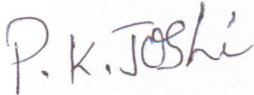
d.	<u>Details of benefit, if any, to the promoter/promoter group/group companies from such proposed restructuring</u> There is no benefit to the promoter/promoter group/group companies from such proposed restructuring	
e.	<u>Brief details of change in shareholding pattern (if any) of all entities</u> There is no change in the pre and post reduction shareholding pattern of the Company.	

You are requested to take the same on your record.

Thanking you

Yours faithfully,

For, **PARTH ALLUMINIUM LTD.**




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**Parth K. Joshi**

**Chief Financial Officer**