

WEL /SEC/2017

December 19, 2017

To,

The Manager, Dept. of Corporate Services, Bombay Stock Exchange Ltd, 1 <sup>st</sup> Floor, Rotunda Bldg, Dalal Street, Fort Mumbai - 400 001 Scrip Code: 532553	The Asst. Vice President, Listing Department National Stock Exchange of (I) Ltd., Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 NSE Symbol: WELENT
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Dear Sir/Madam,

**Sub.: Update on Company's Investment in Welspun Financial Services Limited**

Please be informed that the Board of Directors of the Company at its meeting held today reviewed their earlier decision of investing into Welspun Financial Services Limited (WFSL) and decided to remain focussed on infrastructure space and not to invest in the yet-to-be-operational WFSL. WEL has invested till date Rs. 13.5 million for its 60% stake in WFSL, which would be transferred to the Welspun Promoter Group at book value.

Text of the press communication on the subject is as enclosed.

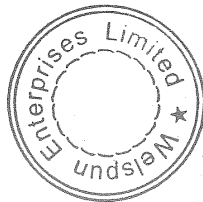
Kindly take note of the above.

Thanking you,

Yours Sincerely,

For Welspun Enterprises Limited  
(Formerly known as Welspun Projects Limited)

  
Indu Daryani  
Company Secretary



## **WEL not to venture into financial services**

- **WEL Board decides not to invest in NBFC venture**
- **Amount earmarked for NBFC to be used for further growth in infra space**

**Mumbai, December 19, 2017:** Welspun Enterprises Ltd. (“WEL” or “Company”), formerly Welspun Projects Ltd., part of the Welspun Group, today announced that its Board has decided not to venture into the financial services sector and use those funds for fuelling its growth in the infrastructure business.

With the recent announcements by the Government on Bharatmala and other projects, the Company believes that the road sector and associated areas shall present a huge opportunity for growth. Thus, investment in infrastructure development shall create long-term sustainable value for all WEL stakeholders.

In the meeting held today, the Board of Directors of WEL reviewed their earlier decision of investing into Welspun Financial Services Limited (WFSL). The Board decided to remain focussed on infrastructure space and not to invest in the yet-to-be-operational WFSL.

WEL has invested till date Rs. 13.5 million for its 60% stake in WFSL, which would be transferred to the Welspun Promoter Group at book value. WFSL, therefore, would be completely controlled by the Welspun Promoter Group.

### **Management Comments**

**Commenting on the developments, Mr. B. K. Goenka, Chairman, Welspun Group said,** “With the Government’s thrust on infrastructure development, we want to remain focused on the infrastructure space. Given the overall size of the opportunity, we can now invest a larger portion of WEL’s cash balance in this space without diluting our return expectations and internal guidelines.”

### **About Welspun Enterprises Ltd. ([www.welspunenterprises.com](http://www.welspunenterprises.com))**

Welspun Enterprises Ltd. (WEL), formerly Welspun Projects Ltd., part of the Welspun Group, is an operating Company in the infrastructure business. The Company also has investments in Oil & Gas Exploration. The company, in its current form was created through the merger of Welspun Enterprises Ltd., Welspun Infratech Ltd., Welspun Plastics Private Ltd. and Welspun Infra Projects Private Ltd. with Welspun Projects Ltd through the Scheme of Amalgamation and Arrangement made effective from May 11, 2015.

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