



Tube Investments of India Ltd.

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Website: www.tiindia.com CIN:L35921TN1949PLC002905

25th December, 2015

National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051

BSE Ltd
1st Floor
New Trading Ring, Rotunda Building
P J Towers, Dalal Street
Fort
Mumbai 400 001

Dear Sirs,

We inform that the Board of Directors of the Company, at its meeting held today (25.12.2015), has approved the divestment of 4,18,32,798 equity shares of the face value of Rs.10/- each held by the Company in its general insurance subsidiary viz., Cholamandalam MS General Insurance Company Limited ("Chola MS"), constituting 14% of the equity share capital of Chola MS, to its joint venture partner viz., Mitsui Sumitomo Insurance Company Limited, Japan ("MSI") for a consideration of Rs.211/- per equity share, aggregating Rs.882.67 Crores.

We further inform that MSI and the Company have exchanged necessary letters of offer and acceptance with regard to the purchase and sale respectively of the shares as stated above ("Transaction"), which will be followed by signing of related agreements.

The proposed Transaction will be subject to applicable Government and regulatory approvals.

Post-closing of the Transaction, the shareholding of MSI in Chola MS will increase from the existing 26% to 40% and the Company's shareholding will be at about 60% (existing: ~74%).

Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed.

Thanking you,

Yours faithfully,
For TUBE INVESTMENTS OF INDIA LIMITED


S SURESH
COMPANY SECRETARY



Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 relating to part divestment of the equity shares held by Tube Investments of India Limited ("the Company") in its subsidiary viz., Cholamandalam MS General Insurance Company Limited ("Chola MS")

Disclosure requirement	Details
a) The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year;	Chola MS is a subsidiary of the Company. Its total revenue for the financial year, 2014-15 was about Rs.1,779 Crores.
b) Date on which the agreement for sale has been entered into;	In connection with divestment by the Company of 4,18,32,798 equity shares of the face value of Rs.10/- each held by it, being a part of its shareholding and constituting 14% of the equity share capital of Chola MS, in favour of the joint venture partner, viz., Mitsui Sumitomo Insurance Company Limited, Japan ("MSI"), MSI and the Company have, on 25th December, 2015 exchanged necessary letters of offer and acceptance with regard to the purchase and sale respectively of the shares ("Transaction"). This will be followed by signing of related agreements.
c) The expected date of completion of sale/disposal;	The proposed Transaction will be subject to applicable Government and regulatory approvals. It will be completed upon receipt of all such approvals as are necessary.
d) Consideration received from such sale/disposal;	The aggregate consideration for the part divestment of the Company's shareholding in Chola MS in favour of MSI will be Rs.882.67 Crores @ Rs.211/- per share and will be received upon completion of the sale/purchase after receiving all necessary approvals for the Transaction as mentioned in (c) above.
e) Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies. If yes, details thereof;	The buyer is Mitsui Sumitomo Insurance Company Limited, Japan, the joint venture partner in Chola MS. The said buyer does not belong to the promoter/promoter group/group companies.
f) Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length";	The Transaction will not fall within the meaning of a 'related party transaction'.
g) Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/ merger, shall be disclosed by the listed entity with respect to such slump sale.	The Transaction is not a slump sale.



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