



Press Release

## **Shriram City Union Finance Shareholders & Creditors Approve the Merger**

- Shriram City equity shareholders and secured & unsecured creditors approve the merger
- The merger of Shriram City with STFC to create Shriram Finance – India’s largest Retail NBFC

**Mumbai, July 8, 2022:** Shriram City Union Finance Ltd. (Shriram City), a leading financier to Small Business Enterprises and India’s largest two-wheeler financier (based on number of 2W financed) and part of the Shriram Group announced today that the company has received approval from equity shareholders and secured and unsecured creditors for the merger of Shriram City with Shriram Transport Finance Company (STFC). Of the total final votes, 99.7% of the Equity Shareholders, 100% of the Secured Creditors and 99.9% of Unsecured Creditors were in favour of the deal, according to a vote count at the company’s National Company Law Tribunal (NCLT) convened meeting on 6 July 2022.

The merger agreed upon in December-21, advances Shriram City from a mid-sized NBFC to a diversified lender with a product suite across a wide range of retail loans - from vehicle to MSME, to gold finance and the commercial vehicle lending space all driven by digital innovation. The merger of STFC and Shriram City will create Shriram Finance – India’s largest retail NBFC.

The shareholders’ and Creditors’ approval marks the completion of one of the few remaining closing conditions for the merger. The company now awaits approval from NCLT, CCI and IRDA.

Speaking about the merger, **Y.S. Chakravarti, MD & CEO, Shriram City** said, “With the shareholders’ and creditors’ vote out of the way, only a few more steps remain before the deal can be closed and we start a new era for Shriram. The merger will give us greater scale, lower operating costs, access to lower-cost of funds, increase competitiveness and wider geographic coverage. For my customer, I will be able to offer him a suite of products under the same umbrella and with convenience like never before with the Super-App.”

### **About Shriram City Union Finance**

Shriram City Union Finance (Shriram City; BSE: SHRMCITY, NSE: SHRIRAMCIT), a 35-year-old company and part of the Shriram Group, is one of India's leading non-banking finance companies. Focused on the rural and semi-urban sector, the Company has over 4.55 million customers and has an Asset Under Management of around INR 385.4 Billion. The Company is a leading financier to Small Business Enterprises and the largest two-wheeler financier and Gold loans and also has a Housing Finance Subsidiary, Shriram Housing Finance Ltd with an AUM of INR 53.5 Billion. Shriram City has 986 branches and an employee strength of around 28000 across India as of 31 Mar 2022. The company's Long term credit rating is at AA with a Positive Outlook by India Ratings, and AA on Rating Watch with positive implications by CRISIL, ICRA and CARE. Shriram City has been named one of the Best Places to Work in India in 2021 by AmbitionBox, an Info Edge subsidiary.

### **About Shriram Group**

Shriram Group is India's leading financial conglomerate with a dominant presence in commercial vehicle (CV) financing, retail financing, chit fund, equipment financing, housing finance, life insurance, general insurance, stockbroking, distribution of financial products, and wealth advisory services. The Group focuses on serving the underserved and is driven by its Financial Inclusion agenda of bringing finance to low-income families and small businesses. Shriram Capital Limited is the holding company for the Financial Services (Shriram City Union Finance Limited & Shriram Transport Finance Limited) and Insurance entities (Shriram General Insurance Company Limited & Shriram Life Insurance Company Limited) of the Shriram Group. Shriram Housing Finance Limited is a subsidiary of Shriram City Union Finance Limited. The lending and insurance companies were created with the primary objective of optimizing the synergies across the Group entities.

Shriram Group together has an overall customer base of over 22.5 Million, with around 79,100 employees across 4,000 branches. Net profit of INR 53.6 billion with Assets Under Management (AUM) of over INR 2.16 trillion (as of Mar-22).

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