

REF:NS:SEC
15th December, 2020

National Stock Exchange of India Limited
"Exchange Plaza", 5th Floor,
Plot No. C/1, G Block, Bandra-Kurla Complex
Bandra (East), Mumbai - 400051.

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400 001.

Bourse de Luxembourg
Societe de la Bourse de Luxembourg
Societe Anonyme/R.C.B. 6222,
B.P. 165, L-2011 Luxembourg.

London Stock Exchange Plc
10 Paternoster Square
London EC4M 7LS.

Dear Sirs,

Sub: Notification of non-payment of Loans by SsangYong Motor Company, a material Subsidiary of the Company

I. SsangYong Motor Company, a material subsidiary of the Company ("SYMC"), listed in South Korea inter-alia has the following outstanding loans aggregating 100 billion Korean Won ("KRW") (approximately Rs.680 crores) :-

- Approx. 60 billion KRW (approx. **Rs 408 crores**) from JP Morgan Chase Bank, N.A., Seoul Branch ("JP Morgan")
- Approx. 10 billion KRW (approx. **Rs. 68 crores**) from BNP Paribas, Seoul Branch ("BNP Paribas")
- Approx. 30 billion KRW (approx. **Rs. 204 crores**) from Bank of America N.S., Seoul Branch ("BoA").

Whilst the Company has made a commitment to cover the above-mentioned loans given by the Banks, its final liability will be limited to the extent not recovered from SYMC.

II. Out of the abovementioned total outstanding amount with these banks, SYMC has missed repayments of the following loans aggregating an amount of approx. **60 billion KRW (approx. Rs 408 crores)** which were due and payable on 14th December,2020:

- **JP Morgan -**
Principal Amount of approx. 20 billion KRW (approx. **Rs 136 crores**) and interest amount of 0.02 billion KRW (approx. **Rs.0.13 crores**)
- **BNP Paribas -**
Principal Amount of approx. 10 billion KRW (approx. **Rs. 68 crores**) and interest amount of 0.01 billion KRW (approx. **Rs. 0.07 crores**)
- **BoA -**
Principal Amount of approx. 30 billion KRW (approx. **Rs. 204 crores**) and interest amount of 0.03 billion KRW (approx. **Rs. 0.19 crores**)

The details as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 and SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2019/140 dated 21st November, 2019 are given in Annexure A to this letter.

You are requested to kindly note the same and acknowledge receipt.

Yours faithfully,
For MAHINDRA AND MAHINDRA LIMITED



NARAYAN SHANKAR
COMPANY SECRETARY

Sr. No.	Details of Events that need to be provided	Information of such events(s)
a)	name of party for which such guarantees or indemnity or surety was given	SsangYong Motor Company, a material subsidiary of the Company ("SYMC"), listed in South Korea.
b)	whether the promoter/ promoter group/ group companies have any interest in this transaction? If yes, nature of interest and details thereof and whether the same is done at "arms length";	The promoter/promoter group/group companies of the Company do not have interest in this transaction, except that the Company has made a commitment to the Bankers of SYMC to cover the loan detailed in c) below
c)	brief details of such guarantee or indemnity or becoming a surety viz. brief details of agreement entered (if any) including significant terms and conditions, including amount of guarantee	<p>I. SYMC has inter-alia the following outstanding loans aggregating 100 billion KRW (approximately Rs.680 crores), which are covered under Commitments made by the Company to the Bankers of SYMC:-</p> <ul style="list-style-type: none"> • Approx. 60 billion Korean Won ("KRW") (approx. Rs 408 crores) from JP Morgan Chase Bank, N.A., Seoul Branch ("JP Morgan") • Approx. 10 billion KRW (approx. Rs. 68 crores) from BNP Paribas, Seoul Branch ("BNP Paribas") • Approx. 30 billion KRW (approx. Rs. 204 crores) from Bank of America N.S., Seoul Branch ("BoA") <p>II. Out of the abovementioned total outstanding amount with these banks, which are covered under Commitments made by the Company to the Bankers of SYMC, it has missed repayments of the</p>

		<p>following loans aggregating an amount of approx. 60 billion KRW (approx. Rs 408 crores) which were due and payable on 14th December, 2020 :-</p> <ul style="list-style-type: none"> • JP Morgan - Principal Amount of approx. 20 billion KRW (approx. Rs 136 crores) and interest amount of 0.02 billion KRW (approx. Rs.0.13 crores) • BNP Paribas - Principal Amount of approx. 10 billion KRW (approx. Rs. 68 crores) and interest amount of 0.01 billion KRW (approx. Rs. 0.07 crores) • BoA, Principal Amount of approx. 30 billion KRW (approx. Rs. 204 crores) and interest amount of 0.03 billion KRW (approx. Rs. 0.19 crores)
d)	Impact of such guarantees or indemnity or surety on the Company	<p>Out of the amounts covered under the commitments made by the Company to the Bankers of SYMC, an amount of approx. 60 billion KRW (approx. Rs 408 crores), due and payable on 14th December, 2020 has been missed to be repaid by SYMC, as detailed below:</p> <ul style="list-style-type: none"> • JP Morgan - Principal Amount of approx. 20 billion KRW (approx. Rs 136 crores) and interest amount of 0.02 billion (approx. Rs.0.13 crores) • BNP Paribas - Principal Amount of approx. 10 billion KRW (approx. Rs. 68 crores) and

		<p>interest amount of 0.01 billion KRW (approx. Rs. 0.07 crores)</p> <ul style="list-style-type: none"> BoA, Principal Amount of approx. 30 billion KRW (approx. Rs. 204 crores) and interest amount of 0.03 billion KRW (approx. Rs. 0.19 crores) <p>Whilst the Company has made a commitment to cover the above-mentioned loans to the Banks, its final liability will be limited to the extent of amount not recovered from SYMC .</p> <p>On payment of the dues by the Company to the Banks, the Company will be subrogated to all the rights of the Banks against SYMC and the Company will step into the shoes of the Banks as creditor, and will be entitled to all rights which the Banks had against SYMC, with respect to these loans.</p>
e)	Nature of default	Non repayment of loans by SYMC, a material subsidiary of the Company as mentioned in point c) II above.
f)	Time of occurrence	14 th December, 2020
g)	person(s) involved	SYMC, a material subsidiary of the Company
h)	estimated amount involved (if any)	As mentioned in point c) II above.
i)	whether such fraud /default/ arrest has been reported to appropriate authorities	N.A.
j)	corrective measures taken by the listed entity on account of such fraud /default	Not applicable.
k)	Date of making the disclosure	15 th December, 2020
l)	Nature of obligation	Issue of Commitment by the Company to the Bankers of SYMC
m)	Name of the Lender(s)	<ul style="list-style-type: none"> JP Morgan Chase Bank, N.A., Seoul Branch;

		<ul style="list-style-type: none"> • BNP Paribas, Seoul Branch and • Bank of America N.A., Seoul Branch
n)	Date of default	Non repayment of loans by SYMC as mentioned in c) II above on 14 th December 2020
o)	Current default amount (break-up of non-payment of principal and interest in INR crore)	The repayment obligations missed by SYMC are as mentioned in c) II above
p)	Details of the obligation (total principal amount in INR crore, tenure, interest rate, secured / unsecured etc.)	As mentioned in point c) II above. The facility was unsecured but a Commitment to cover the loans was issued by the Company on behalf of SYMC to JP Morgan, BNP Paribas and BoA.
q)	Total amount of outstanding borrowings from Banks / financial institutions (in INR crore)	Relevant details of the outstanding borrowings are mentioned in Point c) above.
r)	Total financial indebtedness of the listed entity including short-term and long-term debt (in INR crore)	The missing of repayment schedule relates to SYMC. Relevant details of the commitment given by the Company are mentioned in Point c) above.