

# BHARAT FORGE

## Note

### Re.: Bharat Forge Limited (BFL) and FAW Group end FAW-BF Joint Venture.

Bharat Forge Ltd., the flagship company of the Kalyani Group announced that its indirect subsidiary in Hong Kong has divested its 51.85% stake in its Chinese JV operations (FAW Bharat Forge (Changchun) Company Limited) to its Joint Venture partner, China FAW Corporation Limited, for US\$ 28.208 million (~ Rs 175 Crores) ending its 8 year old Joint Venture in China.

BFL, since inception of joint venture in 2006, had over a period of time invested Rs 178 Crores in 4 tranches.

Although the transaction was completed today, the effective date for divestment will be 31<sup>st</sup> October 2013. The divestment will have a positive impact on BFL cash flows and profitability on a consolidated basis.

**Pune: January 13, 2014**



**KALYANI**  
GROUP COMPANY