



Ref: CEL/NSEBSE/PR/22072021

22<sup>nd</sup> July, 2021

To,

Listing Department National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051	Department of Corporate Services - Listing BSE Limited P. J. Towers, Dalal Street, Mumbai – 400 001
--	---

**Re: Scrip Symbol: CENTUM/ Scrip Code: 517544**

Dear Sir/ Madam,

**Sub: Press Release – Note on Insolvency proceedings of Holiwatt**

We are enclosing herewith the copy of the press release titled “**Note on Insolvency proceedings of Holiwatt.**”

This is also hosted on the Company’s website at <https://www.centumelectronics.com>

Kindly take the same on your records.

Thanking you,

Yours faithfully,  
For **Centum Electronics Limited**

**Nagaraj K V**  
**Company Secretary & Compliance Officer**

Encl: as above

## Press Release

### Note on Insolvency proceedings of Holiwatt

Bangalore, 22<sup>nd</sup> July, 2021:

In August 2020, Centum Adetel Group (CAG), a subsidiary of Centum Electronics Ltd. had divested its energy division, Centum Adetel Transportation (CAT), to a Chinese company Chauntie Electric (Tianjin) Co. Ltd. for a consideration of Euro 9.8 Mn in Mar 2020, with an agreement to receive 65% of the consideration immediately and 35% to be received after a transition period of two years. An amount of Euro 6.3 Mn was received during August 2020 and subsequently Chauntie Electric (Chauntie) changed the name of the company from Centum Adetel Transportation to Holiwatt.

Chauntie was expecting large orders from the Chinese Railway business and had planned to use the technology bought from CAG. However, due to continued delays in getting the business caused by the spread of the Covid-19 pandemic resulted in low to negligible visibility of the business potential, Chauntie decided to file for insolvency of Holiwatt in the French Court. The French Court invited bidders for take over of the company. However, there was only one bidder who agreed to take over major part of the employees and assets at an almost negligible value.

Hence, CAG has decided to make a provision for impairment of the investment of Euro 4.3 Mn in the books of accounts for the quarter ending 30<sup>th</sup> June 2021.

For any queries, please contact:  
Nagaraj K V  
Investor Relations  
080- 41436020

