



Vascon Engineers Limited

CIN: L70100MH1986PLC038511

Registered Office: 15/16, Hazari Baugh, L.B.S. Marg, Vikhroli, Mumbai-400083

Corporate Office: Vascon Weikfield Chambers, Behind Hotel Novotel,

Opposite Hyatt Hotel, Pune - Nagar Road, Pune-411014.

Date: September 2, 2015

To,

National Stock Exchange India Limited,

Listing Department,

Exchange Plaza,

5th Floor, Plot No. C/1, G Block,

BandraKurla Complex,

Bandra (E), Mumbai – 400 051

Ref: Symbol: **VASCONEQ**

Dear Sir/ Madam,

We are sending herewith copy of press release titled: 'Vascon raises Rs. 100 crs via Rights Issue'

Please find attached the same.

Thanking you,

For Vascon Engineers Limited,

M. Krishnamurthi

Company Secretary and Compliance Officer

Enclosures: As above



VASCON®

Development with Conscience

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**Press Kit Information
available at**

<https://goo.gl/7KPA5V>

Press Release,
Company Profile, Logo,
Corp. Video,
Spokesperson Photos
Spokesperson Profiles

PRESS RELEASE

Vascon raises Rs 100 crs via rights issue

...to raise additional Rs 100 crs through sale of non-core assets

PUNE, September 2, 2015: Vascon Engineers Ltd, (BSE & NSE: **VASCONEQ**), a leading company in realty, EPC and Clean Room Partitioning, announced today that it has recently raised **INR 100 crores** through a rights issue.

The rights issue was subscribed by over **130%**.

The promoters of the company infused **INR 60 crores** through this issue, thereby, increasing the promoter shareholdings to **48.02%**.

INR 62 crores, from the money raised, is being used to repay debt. This brings down the debt level of the company from approx **INR 335 crores** to **INR 273 crores**.

The remaining **INR 38 crores** is being used mainly to drive mainly residential projects, namely *Windermere* in Koregaon Park and *Ela* near Magarpatta city.

In its **EPC business**, Vascon has a strong order book of approx **INR 1000 crores**, most of which is to be executed in the next 24 months. These projects are located in various cities including Pune, Mumbai, Chennai and Lucknow.

Vascon Engineers is one of the rare companies that have the construction capabilities to execute not only their own real estate projects but also third-party contracts.

Apart from the INR 100 crores raised, Vascon will raise another INR 100 crores through the sale of its non-core assets like hotels etc. The proceeds from these sales will be used to further reduce debt to sub INR 200 crores levels. This will also help in improvement of cash flows and performance.

Vascon will also enter the affordable housing market with projects at Katvi, Off. Talegaon MIDC, Old Mumbai-Pune Road soon. The company will use the *design and build* strategy in these projects that will enhance efficiency in time and reduce the cost of construction.

Vascon also announced that the topline of its subsidiary **GMP Tech Solutions** has reached almost **INR 250 crores**. GMP Tech Solutions specializes in manufacturing of fire doors, aluminum doors, clean room partitions, aluminum sections etc. Vascon took over GMP in the year 2010, when the turnover was 125cr.

Said **Mr. R Vasudevan, MD, Vascon Engineers Limited**, *"With the infusion of capital and the re-focus on our core business, we are back on the growth track. Our GMP business has been growing exceptionally well and we are extremely proud of the team."*

About Vascon Engineers Limited

Vascon Engineers Ltd is one of the premier realty, EPC & Clean Room Partitioning companies in the country.

It is probably the one of rare companies that has the construction capabilities to execute not only its own real estate projects but also third-party contracts.

Established in 1986 by Mr. R Vasudevan, Vascon today employs more than 755 people.

It has many projects to its credit including

- **Ruby Mills (Mumbai)**– The tallest commercial building in Mumbai and the winner of "Well Built Structure" by Builder's Association of India
- **Symbiosis College (Pune)**– Completed at a brisk pace and well before scheduled deadline, it won the BAI-Pune Centre Award
- **IGI Airport MCLP (New Delhi)**– India's largest car parking, with a total constructed area of 1.2 mn sq ft completed within just 15 months.
- **Suzlon One Earth (Pune)** – Also called The Greenest Corporate Headquarters on Earth, it received the Platinum Rating by LEED. Won multiple awards including Best Corporate Building by AESA and CREDAI Real Estate Award.
- **Cipla SEZ (Indore)** – Having a total constructed area of just 1.55 mn sq ft, it was completed in just 18 months.

It has its own manufacturing facility in Baddi, Himachal Pradesh that is engaged in making fire doors, aluminum doors & windows, clean room partition & windows, aluminum sections etc.

Vascon Engineers is listed on BSE and NSE (VASCONEQ). Website : www.vascon.com