

October 4, 2019

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

The National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai - 400 051

Scrip code: 512529

Scrip code: SEQUENT

Dear Sir/ Madam,

Sub: Update on encumbrance by Promoters

We refer to the recent SEBI Circular No. SEBI/HO/CFD/ DCR1/ CIR/ P/2019/90 August 07, 2019 prescribing additional disclosures on encumbrance by Promoters of Listed Companies.

We now attach the following as received from the Founders/ Promoter Group of the Company:

- a) Detailed Update from the Founders/ Promoters on the Pledge/ encumbrance
- b) Disclosure as mandated under SEBI Circular SEBI/HO/CFD/ DCR1/ CIR/ P/2019/90 August 07, 2019

We request you to take the above on record.

For Sequent Scientific Limited



Tushar Mistry
Chief Financial Officer

Encl: A/a

SeQuent Scientific Limited

Update from the Founders/Promoter Group of SeQuent

For the benefit of investors of SeQuent Scientific Limited (SeQuent) and as an abundance of clarity, the promoters and promoter group (Collectively referred as "Founders") would like to provide the following updates:

The Founders have made all necessary disclosures to the Stock Exchanges and the Company with respect to the Negative Lien or Non-Disposal Undertakings on the loans availed by the family office of Founders. These disclosures are mandated by the Securities and Exchange Board of India (SEBI) vice circular no. SEBI / HO / CFD / DCR1 / CIR / P / 2019 /90 dated August 07, 2019.

Founders Background

The Promoters ownership of SeQuent primarily constitute the ownerships of the founders of SeQuent- Arun Kumar and co-promoter KR Ravishankar. The Founders collectively own 56.50% of SeQuent, and the details of their shareholding are as below:

GROUP	NO OF SHARES	%
Founders	139,472,640	56.50%

Status of Shares pledged as of September 30th, 2019 and disclosed to Stock Exchanges and SeQuent

GROUP	NO OF SHARES HELD	NO OF SHARES PLEDGED	% OF SHARES PLEDGED	% OF SHARES PLEDGED TO TOTAL CAPITAL
Founders	139,472,640	58,323,850	41.82%	23.63%

SeQuent has a strong financial strength and balance sheet with healthy financial ratios. The aforementioned shares were pledged by the founders for **personal capital needs**.

Founders investment in Listed Companies

Outside of SeQuent, the founders are also classified as promoters in **two listed companies** viz. Strides Pharma Science Limited (A global finished dosage formulations Company) and Solara Active Pharma Sciences Limited (India's leading pure-play active pharmaceutical ingredients company) .

The founders are not involved in the operations of SeQuent and Solara and they also have **no representation on the Board of Directors and management**. The founders consider themselves as pure financial investors for these companies.

Background on Negative Lien or Non-Disposal Undertakings made as per above SEBI Circular

In today's disclosure, the founders have informed the Stock exchanges and the Company about the negative lien and non-disposal undertakings for an additional 40,306,750 shares held by founders which is 16.33% of Company's total capital.

These negative liens and non-disposal undertakings are on the loans availed by the founders for their family office investments which is a professionally managed family office. The family office was set up in 2004 to manage sector agnostic investments with a theme around "high capital long gestation" businesses with scarcity value.

The family office has an invested capital of \$200m and has investments in several privately held companies and early-stage startups. Its capital pool is a combination of \$100m equity from the founders and ~\$100m line of credit from a debt syndicate mainly led by KKR India Financial Services Private Limited (KKR) where the Founders have also signed up for non-disposal undertakings on the portion of their ownership in the aforementioned listed companies including SeQuent. This practice is in line with the standard procedures which the lenders have in the normal course of their lending business.

The Family Office has cash flows to meet all future obligations, and since its inception in 2004, it has met all of its financial and lending obligations.

The above statement is issued by the Founders for better clarity and for the benefit of SeQuent and its investors.

Sequent Scientific Limited
Annexure - II

Format for disclosure of reasons for encumbrance

(In addition to Annexure - I prescribed by way of circular dated August 05, 2015)

Name of listed company	Sequent Scientific Limited
Name of the recognised stock exchanges where the shares of the company are listed	NSE/BSE
Name of the promoter(s) / PACs whose shares have been encumbered	Arun Kumar Pillai Deepa Arun Kumar Chayadeep Properties Private Limited Chayadeep Ventures LLP Agnus Holdings Private Limited Devicam Capital LLP Pronomz Ventures LLP Agnus Capital LLP
Total promoter shareholding in the listed company	No. of shares – 13,94,72,640 % of total share capital - 56.50%
Encumbered shares as a % of promoter shareholding	70.72%
Whether encumbered share is 50% or more of promoter shareholding	YES/NO
Whether encumbered share is 20% or more of total share capital	YES/NO

Details of all the existing events/ agreements pertaining to encumbrance - Refer Annexure 1

		Encumbrance 1 (Date of creation of encumbrance: _____)	Remarks
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)			Refer Annexure 1
No. and % of shares encumbered		No. of shares: % of total share capital:	Refer Annexure 1
Specific details about the encumbrance	Name of the entity in whose favour shares encumbered (X)		Refer Annexure 1
	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	YES?NO	Refer Annexure 1
	Names of all other entities in the agreement	Listed company and its group companies (if any) – 1. ... 2. ... Other entities (if any) – 1. ... 2. ...	Refer Annexure 1
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	YES / NO If yes, 1. Name of the issuer 2. Details of the debt instrument 3. Whether the debt instrument is listed on stock exchanges? 4. Credit Rating of the debt instrument 5. ISIN of the instrument	Refer Annexure 1
Security Cover / Asset Cover	Value of shares on the date of event / agreement (A)		Refer Annexure 1
	Amount involved (against which shares have been encumbered) (B)		Refer Annexure 1
	Ratio of A / B		Refer Annexure 1
End use of money	Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs (b) For the benefit of listed company Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc. (a) Any other reason (please specify)		Refer Annexure 1

For Agnus Capital LLP (on behalf of the promoter group)



Kannan P R
Designated Partner
DPIN: 03435209

Place: Bangalore
Date: 04/10/2019

Sequent Scientific Limited
Annexure 1
Details of all the existing events/ agreements pertaining to encumbrance

S. No.	Name of the Promoter/PAC	Type of encumbrance	No. of shares encumbered	% of Total share capital	Date of Encumbrance	Specific details about the encumbrance				Security Cover / Asset Cover			End use of money Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs (b) For the benefit of listed company
						Name of the entity in whose favour shares encumbered (X)	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company?	Names of all other entities in the agreement	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.?	Value of shares on the date of event / agreement (A)	Amount involved (against which shares have been encumbered) (B)	Ratio of A / B	
1	Arun Kumar Pillai	Pledge	530,000	0.21%	29/02/2016	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	93,147,500	384,225,000	2.85	(a) Personal use by promoters and PACs
		Pledge	1,250,000	0.51%	29/06/2016	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	219,687,500	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	900,000	0.36%	12/09/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	60,570,000	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	3,300,000	1.34%	04/07/2018	Kotak Mahindra Investments Ltd.	Yes	1. Chayadeep Properties Private Limited 2. Pronomz Ventures LLP; 3. Mr. Arun Kumar Pillai; and 4. Karuna Ventures Private Limited.	No	171,105,000	780,000,000	3.23	(a) Personal use by promoters and PACs
		Pledge	900,000	0.36%	17/05/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	132,840,000	377,691,503	4.30	(a) Personal use by promoters and PACs
		Pledge	2,000,000	0.81%	03/07/2018	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	102,900,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	6,200,000	2.51%	21/12/2018	JM Financial	Yes	1. Chayadeep Properties Private Limited 2. Mr. Arun Kumar Pillai; 3. Karuna Business Solutions LLP.	No	424,700,000	369,351,385	1.80	(a) Personal use by promoters and PACs
		Pledge	1,500,000	0.61%	07/02/2019	JM Financial	Yes	1. Chayadeep Properties Private Limited 2. Mr. Arun Kumar Pillai; 3. Karuna Business Solutions LLP.	No	109,800,000	369,351,385 [same as above - JM Financial]	1.80	(a) Personal use by promoters and PACs
		Pledge	1,700,000	0.69%	04/12/2018	Barclays Investments and Loans India Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Arun Kumar Pillai	No	120,360,000	78,000,000	4.89	(a) Personal use by promoters and PACs
		Pledge	1,321,000	0.54%	06/12/2018	Barclays Investments and Loans India Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Arun Kumar Pillai	No	93,791,000	78,000,000 [same as above - Barclays]	4.89	(a) Personal use by promoters and PACs
		Pledge	1,500,000	0.61%	07/12/2018	Barclays Investments and Loans India Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Arun Kumar Pillai	No	100,200,000	78,000,000 [same as above - Barclays]	4.89	(a) Personal use by promoters and PACs
		Pledge	1,000,000	0.41%	07/12/2018	Barclays Investments and Loans India Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Arun Kumar Pillai	No	66,800,000	78,000,000 [same as above - Barclays]	4.89	(a) Personal use by promoters and PACs
2	Deepa Arun Kumar	Pledge	500,000	0.20%	10/10/2018	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	22,300,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
3	Chayadeep Properties Pvt Ltd	Pledge	1,000,000	0.41%	25/01/2016	Kotak Mahindra Investments Ltd.	Yes	1. Chayadeep Properties Private Limited 2. Pronomz Ventures LLP; 3. Mr. Arun Kumar Pillai; and 4. Karuna Ventures Private Limited.	No	947,500,000	780,000,000 [same as above - Kotak]	3.23	(a) Personal use by promoters and PACs
		Pledge	1,500,000	0.61%	28/01/2016	Kotak Mahindra Investments Ltd.	Yes	1. Chayadeep Properties Private Limited 2. Pronomz Ventures LLP; 3. Mr. Arun Kumar Pillai; and 4. Karuna Ventures Private Limited.	No	1,398,375,000	780,000,000 [same as above - Kotak]	3.23	(a) Personal use by promoters and PACs
		Pledge	2,700,000	1.09%	08/10/2018	JM Financial	Yes	1. Chayadeep Properties Private Limited 2. Mr. Arun Kumar Pillai; 3. Karuna Business Solutions LLP.	No	120,555,000	369,351,385 [same as above - JM Financial]	1.80	(a) Personal use by promoters and PACs
4	Chayadeep Ventures LLP	Pledge	3,991,815	1.62%	28/03/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	308,966,481	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	700,000	0.28%	04/08/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	83,510,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	800,000	0.32%	05/08/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	95,800,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	2,863,000	1.16%	06/09/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	386,505,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	1,455,250	0.59%	23/11/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	169,754,913	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs

Sequent Scientific Limited
Annexure 1
Details of all the existing events/ agreements pertaining to encumbrance

S. No.	Name of the Promoter/PAC	Type of encumbrance	No. of shares encumbered	% of Total share capital	Date of Encumbrance	Specific details about the encumbrance				Security Cover / Asset Cover			End use of money Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs (b) For the benefit of listed company
						Name of the entity in whose favour shares encumbered (X)	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company?	Names of all other entities in the agreement	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.?	Value of shares on the date of event / agreement (A)	Amount involved (against which shares have been encumbered) (B)	Ratio of A / B	
		Pledge	1,500,000	0.61%	06/12/2018	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	106,500,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
5	Agnus Holdings Pvt Ltd	Pledge	3,000	0.00%	08/10/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	133,950	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
6	Devicam Capital LLP	Pledge	3,788,670	1.53%	31/07/2017	India Infoline Finance Limited	Yes	1. Devicam Capital LLP	No	463,543,775	65,000,000	7.13	(a) Personal use by promoters and PACs
7	Agnus Capital LLP	Pledge	4,464,365	1.81%	19/03/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	366,301,148	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	600,000	0.24%	04/10/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	28,950,000	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	700,000	0.28%	10/07/2018	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	36,260,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	500,000	0.20%	20/07/2018	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	24,975,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	700,000	0.28%	10/06/2019	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	48,615,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	4,000,000	1.62%	03/07/2019	Edelweiss Finvest Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Agnus Capital LLP	No	265,000,000	100,000,000	3.00	(a) Personal use by promoters and PACs
		Pledge	500,000	0.20%	05/07/2019	Edelweiss Finvest Private Limited	Yes	1. Chayadeep Properties Private Limited 2. Agnus Capital LLP	No	34,925,000	100,000,000 [same as above - Edelweiss]	3.00	(a) Personal use by promoters and PACs
		Pledge	375,000	0.15%	04/10/2018	STCI Finance Limited	Yes	1. Agnus Capital LLP; 2. Agnus Holdings Private Limited; 3. Mr. Arun Kumar Pillai; and 4. Chayadeep Ventures LLP	No	18,093,750	384,225,000 [same as above - STCI]	2.85	(a) Personal use by promoters and PACs
		Pledge	537,000	0.22%	06/09/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	72,495,000	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
		Pledge	3,044,750	1.23%	22/11/2016	India Infoline Finance Limited	Yes	1. Chayadeep Properties Private Limited; 2. Agnus Capital LLP; 3. Mr. Arun Kumar Pillai 4. Chayadeep Ventures LLP; and 5. Mrs. Deepa Arun Kumar	No	343,143,325	377,691,503 [same as above - IIFL]	4.30	(a) Personal use by promoters and PACs
8	Arun Kumar Pillai	Negative Lien	100,000	0.04%	25/10/2017	JM Financial	Yes	1. Chayadeep Properties Private Limited 2. Mr. Arun Kumar Pillai; 3. Karuna Business Solutions LLP.	No	11,225,000	369,351,385 [same as above - JM Financial]	1.80	(a) Personal use by promoters and PACs
9	Chayadeep Ventures LLP	Non-disposal undertaking	13,206,750	5.35%	27/12/2016	Vistra ITCL (India) Limited	Yes	1. Karuna Business Solutions LLP; 2. Karuna Healthcare Private Limited; 3. Agnus Capital LLP; 4. Agnus Holdings Private Limited; 5. Chayadeep Properties Private Limited; 6. Chayadeep Ventures LLP; 7. Pronomz Ventures LLP; 8. Mr. Arun Kumar Pillai; and 9. Trinity Mobility Private Limited; 10. Vistra ITCL (India) Limited; 11. Atma Enterprises LLP; 12. Agnus Ventures LLP; 13. Karuna Ventures Private Limited; and 14. Skanray Healthcare Partners LLP.	Yes, Please refer Annexure 2 for details	1,441,516,763	5,044,117,647	0.87	(a) Personal use by promoters and PACs
10	Pronomz Ventures LLP	Non-disposal undertaking	27,000,000	10.94%	27/12/2016	Vistra ITCL (India) Limited	Yes	1. Karuna Business Solutions LLP; 2. Karuna Healthcare Private Limited; 3. Agnus Capital LLP; 4. Agnus Holdings Private Limited; 5. Chayadeep Properties Private Limited; 6. Chayadeep Ventures LLP; 7. Pronomz Ventures LLP; 8. Mr. Arun Kumar Pillai; and 9. Trinity Mobility Private Limited; 10. Vistra ITCL (India) Limited; 11. Atma Enterprises LLP; 12. Agnus Ventures LLP; 13. Karuna Ventures Private Limited; and 14. Skanray Healthcare Partners LLP.	Yes, Please refer Annexure 2 for details	2,947,050,000	5,044,117,647 [same as above - Vistra]	0.87	(a) Personal use by promoters and PACs

Sequent Scientific Limited

Annexure 2

Details of encumbrance relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.

Name of the issuer	Name of the debenture holder	Amount o/s	No. of debentures	Details of the debt instrument	Listed (Yes/No)	Credit Rating	ISIN
Karuna Healthcare Private Limited	KKR India Financial Services Private Limited	1,750,000,000	17,500	4.5% NCDs, Unrated	No	NA	INE466X07030
Karuna Healthcare Private Limited	KKR India Debt Opportunities Fund II	500,000,000	5,000	4.5% NCDs, Rated	No	IVR BBB+ (Credit Enhancement)/Stable Outlook	INE466X07014
Karuna Healthcare Private Limited	KKR India Debt Opportunities Fund II	168,400,000	1,684	4.5% NCDs, Unrated	No	NA	INE466X07014
Karuna Healthcare Private Limited	BOI AXA Conservative Hybrid Fund	104,500,000	1,045	4.5% NCDs, Rated	No	IVR BBB+ (Credit Enhancement)/Stable Outlook	INE466X07014
Karuna Healthcare Private Limited	Bank of India	370,000,000	3,700	4.5% NCDs, Rated	No	IVR BBB+ (Credit Enhancement)/Stable Outlook	INE466X07014
Karuna Healthcare Private Limited	Aditya Birla Finance Limited	258,800,000	2,588	4.5% NCDs, Unrated	No	NA	INE466X07014
Karuna Healthcare Private Limited	Aditya Birla Finance Limited	750,000,000	7,500	4.5% NCDs, Unrated	No	NA	INE466X07030

