

Gati to exit cold chain solutions biz

TIMES NEWS NETWORK

New Delhi: Logistics giant Gati, part of Allcargo Group, on Tuesday announced it was exiting Gati Kausar India, its cold chain solutions business to focus entirely on express distribution and e-commerce.

Gati will sell its approximately 70% stake to existing minority shareholder Mandala Capital AG Limited, a private equity firm focused on investments across the food value chain. The company expects the transaction to close within the next 30 days.

Following the closure of this transaction, Mandala, which currently holds about 30%, will become the controlling shareholder in Gati Kausar. Mandala has been a shareholder in Gati Kausar since 2014. Gati, since coming under the Allcargo fold last year, has focused on asset-light, high-return on equity businesses. It has sold or closed down four non-core businesses over the last year.