

MEGHMANI ORGANICS LIMITED



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June 18, 2020

To, National Stock Exchange of India Limited "Exchange Plaza", Bandra-Kurla Complex, Bandra (East) Mumbai 400 051 SCRIP CODE: MEGH	To, BSE Limited Floor- 25, P J Tower, Dalal Street, Mumbai 400,001 SCRIP CODE: 532865
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Dear Sir/s

SUB:-Meghmani Finechem Limited (MFL) material subsidiary of Meghmani Organics Limited (MOL) proposes new project of Chlorinated Poly Vinyl Chloride (CPVC Resin).

Meghmani Finechem Limited (MFL), is a material subsidiary of Meghmani Organics Limited (MOL) in which MOL holds 57% of Equity Shares.

Meghmani Finechem Limited has decided to set up forward integration project of **CHLORINATED POLY VINYL CHLORIDE (CPVC RESIN)** having annual capacity of 30,000 MT at existing Chloralkali and Derivatives complex at Dahej, Bharuch.

The brief detail of project is attached herewith.

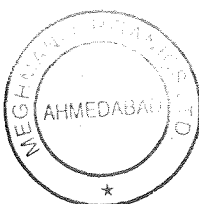
We request you to take the above on record.

Thanking you.

**Yours faithfully,
For, Meghmani Organics Limited**

K D Mehta

**K D Mehta
Company Secretary**



Singapore Exchange Securities Trading Limited – Singapore

Encl: as above

MEGHMANI FINECHEM LIMITED
Another step of Forward Integration

Meghmani Finechem Ltd. - a Flagship Company of Meghmani Group has taken another step to invest for new project of forward integration, a CHLORINATED POLY VINYL CHLORIDE (CPVC Resin) of 30,000 MT.

The Project will set up in existing Chlor Alkali and Derivatives Complex at Dahej for proximity to key raw material like Chlorine and to leverage existing infrastructure facilities.

MFL is expected to commence the commercial production in early FY 2022-2023 and expects to add additional revenue of Rs. 300 Cr with optimized level of capacity utilization.

To enrich its enterprise value, MFL is continuously moving with its planned Expansion Projects and adding value through forward integration. The Company has commenced Caustic Potash with capacity of 21000 in 2016-2017, Chloromethane with capacity of 50000 MT in 2019-2020.

Further, the Company is about to commence the expansion project of Caustic Chlorine from 167000 to MT 294000 MT along with Captive Power Plant by end of June 2020 and Hydrogen Peroxide with capacity of 60000 MT by Q2 FY20-21. The Company has also announced to set up new bio based expansion project of Epichlorohydrin with capacity of 50000 MT and like to commence its commercial production by end of FY 2021-2022. The plant of Epichlorohydrin will be the first and largest in India.

CPVC is a key raw material to produce Pipe and fittings having excellent heat and Chemical resistance properties, the demand of which is increasing rapidly in Chemical Processing and hot & cold water distribution. This plant will serve the growing CPVC compound Industries in India.

Currently, CPVC is imported entirely for the domestic consumption. Once MFL plant goes on stream, the import will reduce and it will save valuable FOREX. This will also contribute in "MAKE IN INDIA" initiative launched by our visionary Honourable Prime Minister. Even the recent import restrictions of CPVC from China and Korea have created an opportunity for MFL.

Meghmani Finechem Ltd. is continuously striving to increase its presence with integration in- house so to enlarge products basket along with conservation of Environment, Safety and Health - in one of the most trusted ways, the company can consolidate in Economy of Scale and value addition to ensure continual growth.

