



Chembond Chemicals Limited

Date: 27<sup>th</sup> April, 2017

**BSE Limited,**  
P. J. Towers,  
Dalal Street,  
Mumbai - 400 001  
Tel: 022-22721233/4

ISIN: INE995D01025  
Company Code No: 530871

Dear Sir/ Madam,

**Sub: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

This is to inform you that pursuant to the approval of the Board of Directors of the Company at its meeting held today i.e. Thursday, 27<sup>th</sup> April, 2017, the Company has entered into an agreement to acquire the equity shares of Chembond Solenis Water Technologies Limited (CSWTL) (subsidiary company) from Solenis Netherlands B.V. After the said acquisition, the subsidiary company shall become a wholly owned subsidiary of the Company.

The disclosure pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1 of Para A of Part A, Schedule III of the aforesaid regulations, is attached as per "Annexure - I".

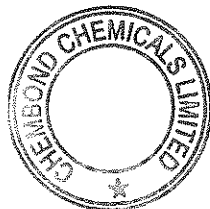
The trading window is already closed between 26<sup>th</sup> April, 2017 and 8<sup>th</sup> May, 2017 (both days inclusive) and will be applicable for the above transaction as well. The trading window shall re-open on 9<sup>th</sup> May, 2017.

This is for your information and record.

Thanking you,

Yours faithfully,  
**For Chembond Chemicals Limited**

**Nirmal Shah**  
**Managing Director**  
(DIN: 00083853)  
Encl: Annexure - I



Chembond Centre,  
EL-71, Mahape MIDC,  
Navi Mumbai 400710. India  
CIN - L24100MH1975PLC018235

Tel: + 91 22 3921 3000  
Fax: + 91 22 2768 1294  
info@chembondindia.com  
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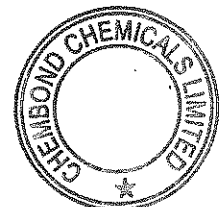
**Annexure - I**

Disclosure pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 under Clause 1 of Para A of Part A, Schedule III of the aforesaid regulations on acquisition of shares of Chembond Solenis Water Technologies Limited ("CSWTL") by the Company from existing shareholders of CSWTL.

<p>a) Name of the target entity, details in brief such as size, turnover etc.:</p>	<p>i) Name of the Target entity:  Chembond Solenis Water Technologies Limited ("CSWTL")</p> <p>ii) Details of Target entity:  Turnover – INR 9319.90 lacs for the year ending 31<sup>st</sup> March, 2016.</p>
<p>b) Whether the acquisition would fall within related party transaction(s) and whether the promoter/promoter group/group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "Arms-length";</p>	<p>The equity shares of CSWTL being acquired from Solenis Netherlands B.V. (existing shareholders of CSWTL) which is not a related party of the Company. Mr. Nirmal Shah and Mr. Sameer Shah (Promoter/Promoter group) are the Directors in CSWTL.</p>
<p>c) Industry to which the entity being acquired belongs;</p>	<p>Manufacturing of chemicals for water treatment technologies.</p>
<p>d) Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity;</p>	<p>The business of CSWTL is in line with the Company i.e. manufacturing of chemicals of water treatment technologies.</p>
<p>e) Brief details of any governmental or regulatory approvals required for the acquisition;</p>	<p>The acquisition is through transfer of shares from Solenis Netherlands B.V. (Non-resident) to Company (resident) which requires the necessary compliance under FEMA regulations. The form FC-TRS required to be filed with Authorised Dealer bank through eBiz portal within prescribed time limit.</p>
<p>f) Indicative time period for completion of the acquisition;</p>	<p>To be Completed on or before 3<sup>rd</sup> May, 2017</p>

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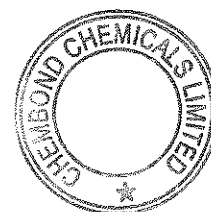
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g) Nature of consideration – whether cash consideration or share swap and details of the same;	Cash consideration
h) Cost of acquisition or the price at which the shares are acquired;	Approx. USD 7.35 Million
i) Percentage of shareholding / control acquired and/or number of shares acquired;	45% shareholding (225,000 Equity Shares of Rs. 10/- each) in CSWTL to be acquired. Post-acquisition, CSWTL shall become wholly owned subsidiary of the Company.
j) Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief);	<p>Chembond Solenis Water Technologies Limited was incorporated on 12<sup>th</sup> December, 1984 under the Companies Act, 1956. The business of CSWTL is in line with the Company i.e. manufacturing of chemicals of water treatment technologies.</p> <p>Turnover of last 3 financial years (audited): 2015-16: INR 9319.90 Lacs 2014-15: INR 8604.04 Lacs 2013-14: INR 7397.53 Lacs</p> <p>CSWTL has its presence only in India.</p>



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