



## VARUN SHIPPING COMPANY LIMITED

Date : 20<sup>th</sup> May, 2015

The General Manager  
Department of Corporate Services,  
**BSE Limited**,  
1<sup>st</sup> Floor, P.J.Towers,  
Dalal Street, Mumbai – 400 001.

Scrip Code – VARUNSHIP / 500465

Dear Sir

**Sub: Recent Developments**

As informed to you vide our letters dated December 15, 2014 and December 17, 2014, the Composite Scheme of Arrangement and Amalgamation under section 391 to 394 r/w sections 100 to 103 of the Companies Act, 1956, involving our Company together with its group companies has been approved by the Hon'ble Bombay High Court (the "Scheme"). As per the approved Scheme, our Company will be split into two separate listed entities, namely. Varun Global Limited (to which our ship management and shipping investment business is transferred pursuant to the Scheme) and Varun Resources Limited (to which our shipping business is transferred pursuant to the Scheme).

Varun Global Limited as well as Varun Resources Limited will be independently approaching you for listing its shares on your exchange. Currently these companies are in the process of completing the formality of allotment of shares pursuant to merger/demerger. We will let you know about the Record Date once the same is fixed for the purpose of allotment of shares of the resulting companies to our shareholders.

As part of the Scheme, the debts relating to the shipping business have been transferred to Varun Resources Limited, which has successfully restructured its debt through Joint Lending Forum (JLF) mechanism formulated by the Reserve Bank of India. As per the JLF package approved by the consortium of lenders led by the State Bank of India, the banks have agreed to restructure the debt and extend additional funds through the JLF for an amount of Rs.425 crores towards operationalisation of vessels. As part of JLF package, the company gets a moratorium period of one year with halving of interest rates to six per cent. The repayment tenure will remain at eight years. Further, the promoter group is also required to infuse additional capital.

Currently, 4 of our LPG vessels, namely Maharishi Bharadwaj, Maharishi Shubhatreya, Maharishi Mahatreya and. Maharshi Vamadeva have completed the dry docking and are commercially operational. Maharishi Krishnatreya will complete its dry docking by end of June 2015 and will join the operational fleets.

Thanking you

Yours faithfully

**For Varun Shipping Company Limited**

**Armin Pardiwala**  
**Director**

**Registered Office :**

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