

18.07.2022

To,

National Stock Exchange of India Limited "Exchange Plaza", Bandra-Kurla Complex, Bandra (East) <u>Mumbai 400 051</u>	BSE Limited Floor- 25, P J Tower, Dalal Street, <u>Mumbai 400 001</u>
SYMBOL:- MFL	Scrip Code:- 543332

Dear Sirs,

Subject: Disclosure under Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations)

We are pleased to inform that the Company has successfully commissioned **India's largest Chlorinated Polyvinyl Chloride Resin (CPVC Resin) plant** at Dahej, Gujarat on 18th July, 2022, having capacity of 30,000 Ton Per Annum (TPA).

The disclosure as required under Schedule III of the Listing Regulations read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 is disclosed hereunder:

Name of Product	Chlorinated Polyvinyl Chloride Resin (CPVC RESIN)
Date of launch	18 th July, 2022
Category of the Product	Speciality Chemicals
Whether caters to domestic/international market	Domestic
Name of the countries in which the product is launched (in case of international)	Not Applicable

Thanking you.

Yours faithfully,
For Meghmani Finechem Limited


K. D. Mehta
Company Secretary and Compliance Officer





Press Release

Meghmani Finechem commissions India's largest Chlorinated Polyvinyl Chloride Resin (CPVC Resin) plant

- Commissioned on time and within committed capex
- Further strengthening our fully integrated complex
- India's ~ 95% demand of CPVC Resin is met through imports

Ahmedabad, 18 July, 2022: Meghmani Finechem Limited ('MFL' or the company), a leading chemical manufacturer in India, on Monday announced the successful commissioning of Chlorinated Polyvinyl Chloride Resin (CPVC Resin) Plant at Dahej in Gujarat. The newly-commissioned facility with a production capacity of 30,000 tonnes per annum (TPA) is the largest of its kind in India. Despite a challenging external environment, the plant has been commissioned on time and without any cost overrun, which is a testimony of the company's strong project execution skills.

In India, CPVC resin demand is around 140 kilo tonnes per annum (KTPA) and it is expected to grow by around 13% CAGR over the next five years. Approximately 95% of the CPVC resin demand of India is met through imports. MFL's entry into this product is in line with the Central Government's initiative of **Aatmanirbhar Bharat** and **Make in India**. This will reduce the dependence of CPVC resin consumer on imports thereby helping the country save its foreign exchange reserves.

CPVC resin is used in manufacturing CPVC pipes and fittings. CPVC pipe has high heat resistance and chemical resistance properties. Considering its features, CPVC is widely used for domestic (households) and industrial purposes.

CPVC resin is a high value product. Considering the current prices of CPVC resin, MFL expects asset turnover ratio to be above 2.0x, which will improve the company's absolute EBITDA and will end up providing higher ROCE (Return on Capital Employed), ultimately creating value for the shareholders.

Commenting on the commissioning of CPVC Resin plant, Mr Maulik Patel, Chairman and Managing Director, MFL said, "I am very happy to announce that we have commissioned India's largest CPVC resin plant of 30,000 TPA. I would like to congratulate our project team for commissioning the plant on committed timelines and within the estimated capex limit.

Production of CPVC resin has started and it is under approval process with various customers. We estimate that it will take around 3 months' time for approval and stabilisation process. We expect that volume of CPVC resin should pick from Q3FY22 onwards and should reach optimum capacity utilisation by Q1FY24.

On commissioning of CPVC resin plant, we are moving in the direction of being a multi-product company and this will increase revenue contribution from the Derivative and Specialty Chemical segment. Also, this will further strengthen our fully integrated complex, as part of the raw material for CPVC resin will be available within the plant itself."

About Meghmani Finechem Limited

Meghmani Finechem Limited ("MFL"), incorporated in 2007, is a leading integrated manufacturer of chemicals in India. The company has state of the art manufacturing facilities in Gujarat, Dahej – a leading

PCPIR region in the country. MFL's Dahej facility is backward and forward integrated and automated complex with a well-established infrastructure and Captive Power Plants. The company is India's 4th largest manufacturer of Caustic Soda, Chlorine and Hydrogen and a leading manufacturer of Caustic Potash, Chloromethanes and Hydrogen Peroxide. MFL is the 1st to setup an Epichlorohydrin plant and largest capacity plant of CPVC resin, in India.

MFL is further expanding into Chlorotoluene & its value chain to strengthen its position in Specialty Chemical segment. The company is focused on sustainable value creation for all its stakeholders and has been awarded with the Responsible Care certificate.
