

December 19, 2019

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| <p>To,<br/><b>The Bombay Stock Exchange Limited</b><br/>Corporate Relationship Department<br/>1<sup>st</sup> Floor, New Trading Ring<br/>Rotunda Building, P. J. Towers<br/>Dalal Street, Mumbai - 400 001<br/>Scrip: <b>506390</b></p> <p>E-mail: <a href="mailto:corp.relations@bseindia.com">corp.relations@bseindia.com</a></p> | <p>To,<br/><b>The National Stock Exchange of India Limited</b><br/>Listing Department, Exchange Plaza,<br/>5<sup>th</sup> floor, Plot No. C/1, G Block,<br/>Bandra-Kurla Complex,<br/>Bandra (E), Mumbai - 400 051<br/>Scrip: <b>CLNINDIA</b></p> <p>E-mail: <a href="mailto:cmlist@nse.co.in">cmlist@nse.co.in</a></p> |
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**Sub.: Outcome of the Board Meeting held on December 19, 2019, as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir,

We wish to inform you that the Board of Directors of Clariant Chemicals (India) Limited at their meeting held on December 19, 2019, inter alia, unanimously approved the sale of Masterbatch Business to PolyOne Polymers India Private Limited or its affiliate in India, on a going concern basis by way of slump sale, subject to the approval of the shareholders by way of Special Resolution through Postal Ballot and all other applicable statutory approvals. The notice of Postal Ballot will be sent to the shareholders, for their approval, in accordance with the provisions of Section 110 of the Companies Act, 2013 read with Rule 22 of the Companies (Management and Administration) Rules, 2014.

The disclosure pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular CIR/CFD/CMD/4/2015 dated September 9, 2015 is as follows:

| Sr. No. | Basis   | Disclosure  |
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| 1.      | The amount and percentage of the Turnover or Revenue or Income and Net Worth contributed by such unit or division of the Listed entity during the last Financial year | Amount of revenue contributed by this business unit is INR 28282 Lakhs for financial year 2018-19 which is 29% of total revenue<br>Earnings before Interest and Tax (EBIT) contributed by such unit in last financial year is INR 457 Lakhs |
| 2.      | Date on which the agreement for sale has been entered into  | December 19, 2019   |
| 3.      | The expected date of completion of sale/disposal  | Subject to approval of the shareholders and other regulatory statutory approvals, if any, sale would be completed by 2 <sup>nd</sup> Quarter FY 2020-2021   |
| 4.      | Consideration to be received from such sale/disposal  | INR 4,260,000,000 (INR 426 Crore) subject to adjustments.   |
| 5.      | Brief details of buyers and whether any of the buyers belong to the promoter/promoter group/group companies. If yes, details thereof                                  | PolyOne Polymers India Private Limited, a company incorporated under the Companies Act, 1956, or its affiliate in India that is a wholly owned subsidiary of PolyOne Corporation, a premier provider of specialized                         |

*[Handwritten Signature]*



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|    |  | polymer materials, services and solution.   |
| 6. | Whether the transaction would fall within related party transactions? If yes, whether the same is done at “arm’s length”   | No  |
| 7. | Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale. | <i>As set out below</i>   |
| a. | Name of the entity forming part of the Slump Sale, details in brief, size, turnover etc  | PolyOne Polymers India Private Limited, a company incorporated under the Companies Act, 1956, or its affiliate in India that is a wholly owned subsidiary of PolyOne Corporation, a premier provider of specialized polymer materials, services and solution. |
| b. | Whether the transaction would fall within related party transaction? If yes, whether the same is done at “arms’ length”?   | No  |
| c. | Area of business of the entity   | Premier provider of specialized polymer materials, services and solution  |
| d. | Rationale for Slump Sale   | Align with the global strategy of the Parent Company  |
| e. | In case of cash consideration – amount or otherwise share exchange ratio   | Please refer to Point No. 4 for cash consideration.   |
| f. | Brief details of change in shareholding pattern, if any, of the Company  | The shareholding pattern of the Company shall not change on account of the slump sale.  |

The Board meeting commenced at 8.30 a.m. and concluded at 11.00 a.m.

Kindly take the above information on record and acknowledge the receipt.

Yours faithfully,  
For **Clariant Chemicals (India) Limited**

  
**Ameet Joshi**  
Company Secretary

