

April 1, 2023

**शनिवार - चैत्र - शुक्लपक्ष - एकादशी,
विक्रम सम्वत् २०८०**

National Stock Exchange of India Limited

“Exchange Plaza”
Bandra – Kurla Complex,
Bandra (E), Mumbai – 400 051
NSE Code: GHCL

BSE Limited

Corporate Relationship Department,
1st Floor, New Trading Ring, Rotunda Building,
P.J. Towers,
Dalal Street, Fort, Mumbai – 400 001
BSE Code: 500171

Dear Sir/Madam,

Press Release - GHCL Limited completes demerger of spinning business into GHCL Textiles Limited, effective from April 1, 2023

Subject: Disclosure of Material Event / Information under Regulation 30 of SEBI (LODR) Regulations, 2015

We would like to inform that GHCL Limited completes demerger of spinning business into GHCL Textiles Limited, effective from April 1, 2023

In this regard, please find enclosed herewith copy of the Press Release issued by the Company for your reference and record.

Please note that copy of this intimation is also available on the website of BSE Limited (www.bseindia.com/corporates), National Stock Exchange of India Limited (www.nseindia.com/corporates) and website of the Company (www.ghcl.co.in).

You are requested to kindly take note of the same.

Thanking you

Yours truly

For GHCL Limited

Bhuwleshwar Mishra
Sr. GM - Sustainability & Company Secretary
(Membership No.: FCS 5330)



GHCL Limited completes demerger of spinning business into GHCL Textiles Limited, effective April 1, 2023

Record date to determine eligibility of shareholders of GHCL Limited to receive shares of GHCL Textiles Limited set at April 8, 2023

GHCL Textiles Limited set to list on National Stock Exchange and Bombay Stock Exchange post regulatory approval

Demerger details

- GHCL shareholders to get shares of GHCL Textiles in the ratio of 1:1, one share of Rs. 2 each for every share held in GHCL of Rs. 10 face value
- No change in the shareholding pattern of GHCL Textiles
- GHCL Textiles assumes all the assets and liabilities of the spinning business. To be listed on both NSE & BSE post regulatory approvals

Demerger rationale

- Product offering, risk & return profile vastly different
- Demerger aims to unlock and maximize value for all stakeholders.
- Focus on operations and customers
- Brings forth focused leadership
- Addresses independent opportunities with prudent capital allocation

New Delhi, April 1, 2023: GHCL Limited, India's leading Chemical & Textile Company, announced effective date of demerger of its spinning business as April 1, 2023, which will henceforth be referred to as GHCL Textiles Limited. This marks completion of demerger of textiles business of GHCL Ltd.

Commenting on the announcement, Mr. R S Jalan, Managing Director, GHCL Limited said, "Over the past few years, GHCL Limited has delivered a significant operational performance, consistently generated healthy cash flows, and strengthened its balance-sheet. At the same time, have meticulously enhanced our footprint through various value-creating capacity and capability augmentations. Having distinct operating entities shall allow both businesses to prioritize relevant focus areas and respond to market opportunities in a nimbler manner. This demerger is envisaged to create strong independent businesses uniquely positioned to enhance stakeholders' value over time."

-ENDS-

ABOUT GHCL Limited

GHCL Limited is engaged in the manufacture of Soda Ash (Anhydrous Sodium Carbonate), that is a major raw material for detergents & glass industries and Sodium Bicarbonate (baking soda). Through a demerger it has separated its spinning business into GHCL Textiles Limited, which will continue to produce multiple varieties of fibre (yarn), sold to domestic consumers as well as exported worldwide.

Sustainability is a core element of business strategy as defined by the 'GHCL Way' with its four pillars i.e. Responsible Stewardship, Social Inclusiveness, Promoting Relationship and Adding Value. Both GHCL Limited and GHCL Textiles Limited remain committed to working closely with stakeholders at various plant locations for promoting the agenda of sustainability underpinning on the core values of Respect, Trust, Ownership and Integrated Teamwork.

<http://ghcl.co.in/>