



Chemplast Sanmar Limited

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CIN L24230TN1985PLC011637

5th November, 2024

BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001 Scrip Code - 543336	National Stock Exchange of India Limited Exchange Plaza, Bandra-Kurla Complex, Mumbai- 400 051 Scrip Symbol: CHEMPLASTS
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Dear Sirs/Madam,

Sub: Earnings Release

Please find enclosed the earnings release titled "**Q2 & FY '25 Consolidated Financial Highlights**".

The above information will also be available on the website of the company at www.chemplastsanmar.com

Date & Time of occurrence of the event/information: 5th November, 2024, 7.03 PM.

This is for your information and records.

Thanking you,

Yours faithfully,

For CHEMPLAST SANMAR LIMITED

M Raman
Company Secretary & Compliance Officer
Memb. No. ACS 6248



Q2 FY '25 Consolidated Financial Highlights

Chennai, November 5, 2024: Chemplast Sanmar Limited (NSE: CHEMPLASTS | BSE : 543336), a speciality chemicals company with a significant presence in the Custom Manufacturing business, the market leader in Speciality Paste PVC in India and the 2nd largest producer of Suspension PVC in India (through its wholly-owned subsidiary), announced its unaudited Financial Results for the quarter and half year ended September 30, 2024.

(Rs. Crs)	Q2 FY '25	Q2 FY '24	YoY%	Q1 FY '25	QoQ%	H1 FY '25	H1 FY '24	YoY%
Revenue from Operations	993	988	1%	1,145	-13%	2,138	1,984	8%
EBITDA	26	46	-44%	124	-79%	150	11	1211%
EBITDA Margin %	3%	5%		11%		7%	1%	
PAT	(31)	26	<i>n.a.</i>	24	<i>n.a.</i>	(7)	(38)	<i>n.a.</i>
PAT Margin %	-3%	3%		2%		-0.3%	-2%	

Key highlights

- PVC (both Suspension and Paste) witnessed price and margin pressures due to excessive dumping in Q2 FY '25
 - Suspension PVC : On a promising development, earlier this week, provisional anti-dumping duty has been announced - when implemented, expected to address the issue of dumping.
 - Paste PVC : Dumping from EU & Japan has undermined the impact of anti-dumping duty on other countries - being represented.
 - Production of Paste PVC at new Cuddalore facility ongoing - expected to reach 100% by Q3 FY '25
- Custom Manufactured Chemicals Division ('CMCD'):**
 - CMCD registered a stable performance in Q2 FY '25
 - We have signed a new letter of intent ('LoI') with a global agrochemical innovator to supply an advanced intermediate for a new active ingredient
 - This is the 6th LoI we have signed in the last 2 years and it covers a period of 5 years
- Prices of Chloromethanes improved while Caustic Soda and Hydrogen Peroxide prices remained stable

Projects Update:

- Phase 2 of the new multi-purpose production block ('MPB') is expected to be commissioned in Q3 FY '25
- Project activities for phase-3 of the new MPB and the civil & infrastructure work for the next MPB have been initiated

Commenting on the results, Mr. Ramkumar Shankar, Managing Director, said, “The company reported a topline of Rs. 2,138 crore for H1 FY ‘25 despite multiple headwinds. After a healthy performance in Q1 FY ‘25, PVC prices resumed their volatile trajectory due to excessive dumping and witnessed a significant downturn during the September quarter. Amidst this tough environment, we were able to deliver a reasonable performance during this quarter, with a revenue of Rs. 993 crore. Dumping of Paste PVC from EU and Japan has circumvented the impact of anti-dumping duty on other countries. This is being taken up with the concerned authorities.

Domestic demand for Suspension PVC softened due to the monsoon season, while China’s low-priced supply, driven by their weak local demand, continues to impact the market. In a positive development, earlier this week, provisional anti-dumping duties have been announced on imports of Suspension PVC from China, USA, Indonesia, Thailand, Taiwan, Korea and Japan. We are hopeful that this would come into effect shortly and effectively address the serious issue of dumping of Suspension PVC into India.

Custom Manufactured Chemicals Division (‘CMCD’) registered a stable performance in Q2 FY ‘25. We have signed a new letter of intent (‘LoI’) with a global agrochemical innovator to supply an advanced intermediate for a new active ingredient. This is the 6th LoI we have signed in the last 2 years and it covers a period of 5 years.

The value-added chemicals[#] business registered a 6% revenue growth in Q2 FY ‘25, on a sequential basis with good recovery in prices of Chloromethanes while Caustic Soda and Hydrogen Peroxide prices remained stable.

The CMCD expansion projects are progressing well with phase-2 of new multi-purpose production block expected to get commissioned by Q3 of FY ‘25. We have initiated project activities for phase-3 of the new multi-purpose production block and the civil & infrastructure work for the next multi-purpose production block.

With recent capacity expansions and announced capex plans, we are confident in the long-term growth potential of our business. Our focus remains on enhancing operational efficiencies, elevating workforce skills, and fostering strong relationships to drive sustainable growth.”

Chemplast Sanmar Limited

Earnings Release



CHEMPLAST SANMAR LIMITED

About Chemplast Sanmar Limited

Chemplast Sanmar Limited is part of the SHL Chemicals Group, which in turn is a constituent of The Sanmar Group, one among the oldest and most prominent corporate groups in South India. It is a major manufacturer of Speciality Chemicals such as Speciality Paste PVC resin and Custom Manufactured chemicals for agro-chemical, pharmaceutical and fine chemicals sector. The company also produces value-added chemicals such as Caustic Soda, Chloromethane products, Hydrogen Peroxide and Refrigerant gas. Chemplast is one of the most integrated chemical plants in the country with a closed manufacturing loop.

Chemplast also manufactures Suspension PVC through its wholly owned subsidiary Chemplast Cuddalore Vinyls Limited. Chemplast is the largest manufacturer of Speciality Paste PVC Resin in the country and is the second largest producer of Suspension PVC in India.

Chemplast is a pioneer in adopting eco-friendly manufacturing processes and one of the industry leaders in sustainability practices. The Company is a recipient of numerous awards and recognitions on this front.

Safe Harbor Statement

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For further information, please contact



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