

DNL/138/BSE/937/2024
January 8, 2024

Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI - 400 001

Dear Sir,

Scrip Code: 506401

Sub: Outcome of the Board Meeting

This is with reference to intimation(s) given by the Company to the Stock Exchanges dated 4th March, 2020, 9th November, 2022 and 11th August, 2023, with regard to approval for investment upto 51% of the Equity Share Capital of Deepak Oman Industries FZC LLC ('DOIL').

In this regard, the Board of Directors of the Company, at its Meeting held today has granted approval to -

- a) Acquire further 4,95,824 equity shares having face value of Omani Rial ('OMR') 1 each of DOIL, equivalent to approx. US \$ 12,87,853 through acquisition as well as by way of subscription and thereby increasing its shareholding in DOIL from 31.72% to 51% and making it a subsidiary of the Company.
- b) Give Corporate Guarantee to DOIL, subsequent to above acquisition, for the purpose of securing the Term Loan, to be obtained by DOIL from Export Import Bank of India, of approx. US \$ 49 Mn and also to cover interest and other charges thereon.

The details as required under SEBI Listing Regulations read with SEBI's Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023, as amended from time to time, is enclosed herewith as Annexure-A.

The Meeting of the Board of Directors commenced at 4:30 P.M. and concluded at 6:35 P.M.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully
For **DEEPAK NITRITE LIMITED**

ARVIND BAJPAI
Company Secretary



Encl: As above
DEEPAK NITRITE LIMITED

CIN: L24110GJ1970PLC001735

Registered & Corporate Office:

2nd Floor, Fermenter House, Alembic City, Alembic Avenue Road, Vadodara – 390 003, Gujarat, India.

Tel: +91 265 276 5200/276 5500

Investor Relations Contact: investor@godeepak.com

www.godeepak.com

Annexure - A
Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015

Sr. No.	Particulars	Details
1.	Name of the target entity, details in brief such as size, turnover etc.	<p>Deepak Oman Industries FZC LLC ('DOIL'), a company incorporated in Sultanate of Oman.</p> <p>The present paid up capital of DOIL is 24,27,195 Equity Shares of Omani Riyal ('RO') 1 each.</p> <p>Deepak Nitrite Limited presently holds 31.72% Equity Share Capital of DOIL.</p> <p>DOIL is yet to start its commercial activities.</p>
2.	<p>Whether the acquisition would fall within Related Party Transaction(s) (RPT) and whether the Promoter/ Promoter Group/ Group Companies have any interest in the entity being acquired?</p> <p>If yes, nature of interest and details thereof and whether the same is done at "arms length".</p>	<p>DOIL is a Related Party as per relevant provisions of Indian Accounting Standards.</p> <p>The proposed acquisition of Shares of DOIL will be made at par i.e. at 1 OMR for every Equity Share having face value of 1 OMR, which is based on Valuation Report. The transaction would be on "arms length" basis.</p>
3.	Industry to which the entity being acquired belongs	Chemical Industry
4.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	Equity stake in an upcoming Chemicals manufacturing Company which benefits from low cost inputs of raw materials and energy and plans to serve the global markets.
5.	Brief details of any governmental or regulatory approvals required for the acquisition	No governmental or regulatory approvals is required for the said investment. The proposed investment will be in compliance with relevant FEMA/RBI Regulations.
6.	Indicative time period for completion of the acquisition	Upto 31 st March, 2024

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Sr. No.	Particulars	Details
7.	Nature of consideration - whether cash consideration or share swap and details of the same	Cash by way of transfer of money by normal banking channel.
8.	Cost of acquisition or the price at which the shares are acquired	Out of the proposed acquisition of 4,95,824 equity shares having face value of Omani Rial ('OMR') 1 each of DOIL, (a) 4,40,924 equity shares of DOIL, equivalent to approx. US \$ 11,45,256 shall be acquired at par from Deepak Gulf LLC ('DGL'), a related party; and (b) the remaining 54,900 Equity Shares shall be acquired by way of subscription in DOIL through fresh issue of Shares 'at par' for an amount equivalent to US \$ 1,42,597. The above acquisitions shall be on arm's length basis and based on a Valuation Report.
9.	Percentage of shareholding / control acquired and / or number of shares acquired.	After the abovementioned acquisitions, Deepak Nitrite Limited shall hold 51% of Equity Share Capital of DOIL.
10.	Brief background about the entity acquired in terms of products/line of business acquired:	DOIL will be setting up a project to manufacture Sodium Nitrite, Sodium Nitrate, in Salalah Free Zone, Sultanate of Oman.
	Date of Incorporation	13 th April, 2014.
	History of last three (3) years Turnover	NA.
	Country in which the acquired entity has presence and any other significant information (in brief)	Presently, DOIL is not carrying any activities and is intending to set up a Greenfield project in Salalah Free Zone, Sultanate of Oman.



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