



KANORIA CHEMICALS & INDUSTRIES LIMITED

Registered Office :
KCI Plaza, 6th Floor
23C, Ashutosh Chowdhury Avenue
Kolkata-700 019
Tel : +91-33-4031-3200
CIN : L24110WB1960PLC024910
E-mail : calall@kanoriachem.com
Website : www.kanoriachem.com

KC-13/

21st May, 2021

The Manager
Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza", Plot No. C/1,
"G" Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

Symbol: KANORICHEM

DCS-CRD
BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

Code No. 50 6525

Dear Sir,

Sub.: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform that the Board of Directors of the Company in its meeting held on 20th May, 2021, has approved extending the corporate guarantee against the restructured loans of its wholly owned subsidiary company, Kanoria Africa Textiles PLC, Ethiopia ("KATP") in favour of Export Import Bank of India ("Exim Bank"). The Board has also approved to extend pledge of its entire shareholding in KATP as security for restructuring of Loan by Exim Bank.

Please be informed that the original loan sanctioned by Exim Bank was also secured by Corporate Guarantee and Pledge of KATP shares and therefore the currently approved arrangement substitutes the existing security and there have been no changes to the same.

The requisite details in this regard are provided in the enclosed Annexure.

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

N. K. Sethia
Company Secretary



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Annexure

Name of party for which guarantee and security was given	Kanoria Africa Textiles Plc., Ethiopia ("KATP").
Whether the promoter/promoter group/promoter group companies have any interest in this transaction. If yes, nature of interest and details thereof and whether the same is done at "arms length";	Not applicable. KATP is wholly owned subsidiary of the Company.
Brief details of such guarantee and security viz, brief details of agreement entered (if any) including significant terms and conditions, including amount of guarantee.	<p>Exim Bank is in the process of restructuring the existing outstanding loans of KATP under the 'Resolution Framework for COVID-19-related Stress' dated 6 August, 2020 ("Circular" as amended from time to time) issued by the Reserve Bank of India ("RBI"). Exim Bank has considered and sanctioned its approval for implementation of a resolution plan ("Resolution Plan") submitted by KATP, pursuant to which <i>inter alia</i>, the Existing Outstanding shall be restructured in accordance with the Circular.</p> <p>As part of the Resolution Plan, the Company is extending the corporate guarantee and is pledging its entire shareholding in KATP as security for the restructuring, by way of a deed of corporate guarantee and unattested share pledge agreement, respectively.</p> <p>The deed of corporate guarantee and unattested share pledge agreements are in standard form. The corporate guarantee is provided as a security in case KATP fails to fulfill its repayment obligations under the Resolution Plan.</p>
Impact of such guarantee and security on the Company	No additional impact. The corporate guarantee and pledge are substituting the existing security. No additional security is being provided by the Company.

For Kanoria Chemicals & Industries Limited

N. K. Sethia
 Company Secretary