

Date: 7th June, 2019

To,
The National Stock Exchange of India Ltd.
Exchange Plaza,
Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051.
Scrip Code No. VADILALIND-EQ

To
Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai - 400 001.
Scrip Code: 519156

Subject: Clarification on news item appearing in media /publication

This is in response to your email dated 6^{th} June,2019 in relation to news item appearing in media/publication captioned Show Cause Notice of FDCA to Vadilal dated 4^{th} June,2019

- 1) In this connection, we would like to inform you that, Food and Drug Control Administration (FDCA) officials visited Company's Dharampur site on 31st March, 2019 for inspection. At the time of their inspection they issued inspection report with show cause notice covering few non conformities.
- 2) It may be further noted that FDCA officials once again visited Comapany's Dharampur site on 6th June, 2019 for re verification/inspection of all non-conformities given in the earlier show cause notice. Please note that the FDCA officials, at the time of their inspection on 6th June, 2019, have cleared all the earlier non-conformities.
- 3) We have gone through the news item appearing in media/publication shared by you in your E-mail. Having gone through the same, we have to submit that no such events as given in media are taking place at the Company. We assure you that these allegations are not true. The said Videos are of the wastage mango fruit's which was sorted & kept at disposable area for further discard process .i.e wastage into Tractor trolley .The footage is of discarded waste that is by no means anywhere near the production area.
- 4) In view of the news item appearing in media/publication, the Company gave a public declaration Please find attached such public Declaration given by the Company against the news item appearing in media/publication shared by you.

Please be informed that there is no material impact (financial or turnover loss etc.) on the Company on account of the said show cause notice. It is confirmed that the same would not have any adverse bearing on operational performance of the company. Hence, the same was not required to be informed to the stock exchanges in the recent past. In any case, the Company is seizing opportunity to place all the relevant facts through this reply letter to your E-mail.

We would like to reiterate, that as done in past, the company would continue to inform stock exchanges about any price sensitive information prescribed under the listing regulations.



We will be happy to provide any further information/explanation as you may require. Kindly take the above on your record and oblige.

Yours faithfully, For **VADILAL INDUSTRIES LIMITED**

Ms. Rashmi Bhatt Company Secretary & Compliance Officer



Public Declaration

Dear Patron,

Thank you for your continued support in making Vadilal one of India's most-trusted and recognized food brands. Our success is a result of your persistent commitment and unwavering trust.

We are aware of reports of substandard ingredients being found at our Dharampur plant registered under Vadilal Industries Limited. We assure you that these allegations are not true. The said videos are of the waste disposal area of our Dharampur plant. The footage is of discarded waste that is by no means anywhere near the production area.

Today, Vadilal exports 190 SKU's in frozen food category from Dharampur plant in about 40 countries including USA, Australia, New Zealand, Canada, UK, Singapore and Gulf countries, and we exports 250 plus SKU's in ice cream category from Pundhra plant. All the products are much appreciated in these countries for their unbeaten quality and consistency which speaks loud enough about its popularity and global acceptance.

The senior management's commitment stands high for food safety and human safety. It provides all necessary resources and empowers everyone in the company for commitment towards quality.

All the staff and management at Vadilal Industries Limited put in their best effort to make the best products reach our loyal customers.

Moreover, we have 3 state-of-the-art plants situated in Pundhra, Bareilly & Dharampur where ice cream is manufactured only at Pundhra & Bareilly. All are plants follow stringent quality control processes.

Our plants regularly clear most stringent quality norms and certifications like:

- 1. Pundhra & Dharampur plants having;
 - ISO 22000 quality certificate. The unit complies to ISO 22000 audit requirements and clears audit every year.
 - BRC (British Retail Consortium) The unit has been complying and certified under BRC Standards and receives top audit grades every year.
- Vadilal Processed Food Division, Dharampur has been routinely inspected and cleared by USFDA for meeting requirements and norms.
- Vadilal Industries Ltd, Pundhra factory where Ice Creams are produced, has received a certificate from The Export Inspection Council of India, Ministry of Industry which is a bench mark for Hygiene and Quality.
- 4. Bareilly plant having ISO 9001:2015 as well ISO 22000:2005 quality certificates.

As a standard practice, all manufactured products are checked for their chemical and microbial parameters on daily basis in state-of-the-art fully-equipped in-house laboratory at the plant. In addition, products are routinely tested for various parameters in top notch NABL Accredited Labs in India.

We have strict food safety norms and quality controls in place for all the raw materials used to make all the products. Every ingredient and finished product goes through comprehensive testing to ensure that all the products comply with all applicable food safety laws and our own high standards of quality and safety before they reach our consumers.

Your patronage and trust mean the world to us and it is our commitment to bring you products of the finest quality every single time.

Sincerely,

Vadilal Industries Limited

Devanshu Gandhi

(Director)