



An ISO 9001, ISO 14001, ISO 45001 & ISO 50001 Certified Company

**Gujarat Narmada Valley  
Fertilizers & Chemicals Limited**  
CIN : L24110GJ1976PLC002903

P.O Narmadanagar - 392015, Dist. Bharuch, Gujarat, India  
Ph. (02642) 247001, 247002 Website: www.gnfc.in

NO. SEC/BD/SE/  
November 20, 2024

Dy. General Manager  
BSE Limited  
Corporate Relationship Dept.,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Bldg, PJ Tower,  
Dalal Street, Fort,  
Mumbai - 400 001  
Scrip Code: "500670"

Dy. General Manager  
Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza,  
C-1, Block - "G",  
Bandra Kurla Complex, Bandra (E),  
Mumbai - 400 051  
Symbol: "GNFC"

Dear Sir / Madam,

**Sub.: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Signing of Memorandum of Understanding**

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Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that Gujarat Narmada Valley Fertilizers & Chemicals Limited (GNFC) has entered into a Memorandum of Understanding (MoU) with INEOS Acetyls International Limited, United Kingdom (INEOS) on November 20, 2024.

The relevant particulars as required under Regulation 30(6) read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 are mentioned in "**Annexure A**".

Press release in the matter, marked as "**Annexure B**", is also enclosed herewith.

You are requested to take note of the above.

Thanking you.

Yours faithfully,

For Gujarat Narmada Valley Fertilizers & Chemicals Limited

Chetna Dharajiya  
Company Secretary & Chief Manager (Legal)

Encl.: As above

## Annexure A

Details with respect to disclosure as required under Regulation 30(6) read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023.

Sr. No.	Particulars	Details
a)	Name(s) of parties with whom the agreement is entered.	Gujarat Narmada Valley Fertilizers & Chemicals Limited (GNFC) has signed a Memorandum of Understanding (MoU) with INEOS Acetyls International Limited, United Kingdom (INEOS) for incorporation of a Joint Venture Company (JVCo.) in India, by way of subscription to the Share Capital of the JVCo., wherein GNFC will be holding 50% of the Share Capital of the JVCo. and the balance 50% will be held by INEOS.
b)	Purpose of entering into the agreement.	The MoU is signed to form a JVCo. which will carry on the business in relation to construction and operation of world scale acetic acid (AA) plant in India, together with a joint marketing agreement for the sale and distribution of AA, manufactured by the JVCo. in India and such other matters as may be agreed from time to time. The JVCo. agreement will be executed later.
c)	Shareholding, if any, in entity with whom agreement is executed.	Shareholding in the proposed JVCo. shall be as: a) GNFC – 50% of the Share Capital b) INEOS – 50% of the Share Capital

d)	<p>Significant terms of the agreement (in brief) special rights like right to appoint directors, first right to share subscription in case of issuance of shares. right to restrict any change in capital structure etc.</p>	<p>Both GNFC and INEOS shall have right for appointment of directors, right of share subscription and other reserved matter as may be agreed between GNFC and INEOS.</p>
e)	<p>Whether the said parties are related to promoter/promoter group/ group companies in any manner</p> <p>If yes, nature of relationship</p>	<p>No</p>
f)	<p>Whether the transaction would fall within related party transactions?</p> <p>If yes, whether the same is done at "arm's length"</p>	<ul style="list-style-type: none"> <li>• The investment/subscription to the share capital of the JVCo. does not fall within the purview of Related Party Transaction for GNFC.</li> <li>• Post investment by GNFC, the JVCo. will become an Associate Company of GNFC and hence a Related Party.</li> <li>• Except to the extent of share capital to be held by GNFC in the JVCo., the promoter/promoter group/group companies have no interest in the JVCo.</li> </ul>
g)	<p>In case of issuance of shares to the parties, details of issue price, class of shares issued.</p>	<p>As mentioned in point c) above, INEOS shall subscribe 50% of the shares in the JVCo. and the issuance of shares will be done during formation of JVCo. The issue price will be subject to applicable legislations</p>

h)	Any other disclosures related to such agreements, viz., details of nominee on the board of directors of the listed entity, potential conflict of interest arising out of such agreements, etc.	Not Applicable
i)	<p>In case of termination or amendment of agreement, listed entity shall disclose additional details to the stock exchange(s):</p> <ul style="list-style-type: none"> <li>i. name of parties to the agreement;</li> <li>ii. nature of the agreement;</li> <li>iii. date of execution of the agreement;</li> <li>iv. details of amendment and impact thereof or reasons of termination and impact thereof.</li> </ul>	Not Applicable

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# News release

16:30 Indian Standard Time Weds 20<sup>th</sup> November 2024

## **INEOS and GNFC sign a Memorandum of Understanding to build a new world scale Acetic Acid unit in India**

- INEOS Acetyls are a leading producer of Acetic Acid globally and GNFC is the only current producer of Acetic Acid in India.
- The two companies have held a technology partnership for close to 30 years but will now establish a new joint venture.
- David Brooks, CEO INEOS Acetyls, comments **"We are delighted to make this announcement today, working with our partner GNFC on this new project. India is recognised as being a key growth market for our products over the coming years and this investment will increase much needed locally produced acetic acid, reducing the country's reliance on imports."**

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**INEOS Acetyls and Gujarat Narmada Valley Fertilizers & Chemicals Ltd (GNFC) have signed an MOU to explore the feasibility to build a new world scale, 600kt Acetic Acid plant at GNFC's site in Bharuch, Gujarat, India.**

INEOS Acetyls are a leading producer of Acetic Acid globally and GNFC is the only current producer of Acetic Acid in India. The two companies have held a technology partnership for close to 30 years but will now establish a new joint venture which will manage bringing this project to market, currently forecast in 2028.

David Brooks, CEO INEOS Acetyls commented "We are delighted to make this announcement today, working with our partner GNFC on this new project. India is recognised as being a key growth market for our products over the coming years and this investment will increase much needed locally produced acetic acid, reducing the country's reliance on imports."

Pankaj Joshi, MD GNFC commented that India imports ~85% of its annual requirements of Acetic Acid. The proposed JV is expected to achieve objective of 'Make in India'. Domestication of Acetic Acid will serve existing demand and provide required boost to other evolving downstream demands saving precious foreign exchange outgo.

### **About INEOS Acetyls**

INEOS Acetyls is a global producer of acetic acid and a range of derivatives. It is the largest producer of acetic acid, acetic anhydride, and ethyl acetate in Europe. In the US, the INEOS Acetyls business has been a leading supplier of acetic acid and acetic anhydride to North and South America for more than 45 years. And across Asia, the business provides acetic acid and commercial services across the region. It is one of the largest acetic acid suppliers in Asia, with a strong reputation in the industry for following world-class standards of production.



# News release

## **About INEOS**

INEOS is a global petrochemicals manufacturer, comprising 36 individual businesses. We operate 194 facilities in 29 countries throughout the world, employing 26,000 people. INEOS makes the raw materials and energy used for everyday life. Its products make an indispensable contribution to society and are essential in applications ranging from the preservation of food to the provision of clean water; from construction of wind turbines, solar panels, and other renewable technologies to the construction of lighter and more fuel-efficient vehicles and aircraft; from medical devices and pharmaceuticals to clothing and apparel. In recent years INEOS has diversified with the launch of INEOS Automotive and INEOS Hygienics, the acquisition of iconic British brand Belstaff and an ever-expanding sports portfolio. As part of its greenhouse gas emission reduction strategy, INEOS businesses have put in place plans and actions needed to ensure that they lead the transition to a net zero economy by no later than 2050, whilst remaining profitable.

## **About GNFC**

GNFC is a listed joint sector enterprise. It is promoted by the Government of Gujarat. It was set up at Bharuch, Gujarat in 1976. GNFC started its manufacturing operations in 1982 with one of the world's largest single-stream ammonia-urea fertilizer complex and gradually expanded in chemicals. Today, chemicals form ~65% of segment revenue and key contributor of segment results.