

Date : May 1, 2015

M/s. Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 001 Scrip Code: 532782	M/s. National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot No.C/1, G-Block, Bandra-Kurla Complex, Bandra(E), Mumbai 400 051 Scrip Code : SUTLEJTEX
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Re: Purchase of Birla Textile Mills (a textile division of Chambal Fertilisers and Chemicals Ltd.)

Dear Sirs,

This has reference to our letter dated March 14, 2015 regarding purchase of Birla Textile Mills ("BTM"), the textile division of Chambal Fertilisers and Chemicals Ltd. ("Chambal") located at Baddi, Himachal Pradesh.

Pursuant to the audited financial results of the Chambal for the year 2014-15 and as per the terms approved by the Board of Directors of the Company at its meeting held on March 14, 2015 and the term sheet executed between the Company and Chambal, the consideration for purchase of BTM from Chambal works out to Rs. 232.63 Crore (including net current assets) subject to closing and other adjustments, if any. As indicated earlier, the aforesaid transaction is subject to requisite approvals as may be required.

The parties are currently negotiating and finalizing the terms of the Business Purchase Agreement and the other transaction documents. We shall keep you apprised of further development in this regard.

This is for your information and record.

Thanking you,
Yours faithfully,

For Sutlej Textiles and Industries Ltd.



D. R. Prabhu
Company Secretary

