

September 28, 2015

Corporate Relationship Department,
Bombay Stock Exchange Limited,
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
MUMBAI : 400 001

Fax No. 022 2272 3121 / 2272 2037/ 39 / 41 / 61 / 3719

Dear Sirs,

Sub : Outcome of 31st Annual General Meeting of the Company

This is to inform you that the following business was transacted at the 31st Annual General Meeting of the Company held today, Monday, the 28th September, 2015 at 10.15 a.m. at Raj Park Chennai, "Summit Hall", 180, T.T.K.Road, Alwarpet, Chennai - 600 018.

Quorum was present.

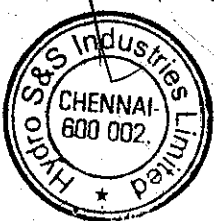
ORDINARY BUSINESS

1. Adoption of Audited Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr. Wu Xiaohui, who retires by rotation and being eligible, offers himself for re-appointment.
3. Ratification of the appointment of M/s. P. Srinivasan & Co., as the auditors of the Company and to fix their remuneration.

SPECIAL BUSINESS

4. Ordinary Resolution for appointment of Ms.Kamana Srikanth as an Independent Director up to 12th February, 2020.
5. Special Resolution for re-appointment of Mr. Bo Jingen as Managing Director of the Company, liable to retire by rotation, for a period of 3 years w.e.f. February 27, 2014.
6. Special Resolution for re-appointment of Mr. Wu Xiaohui as Whole-time Director of the Company, liable to retire by rotation, for a period of 3 years w.e.f. February 27, 2014.
7. Ordinary Resolution for Approval of the remuneration of the Cost Auditor.

Hydro S & S Industries Limited
(A Kingfa Group Company)



CIN: L25209TN1983PLC010438

Regd. Office : Dhun Building, III Floor,
827, Anna Salai, Chennai - 600002.

Tel: +44 - 28521736, Fax: +44 - 28520420.

E-mail: secretarial@hssil.com

8. Ordinary Resolution for appointment of Mr. Dilip Dinkar Kulkarni as an Independent Director up to 27th August, 2020.

We enclose herewith copy of the Speech of the Chairman.

The Company provided electronic voting facility (remote e-voting) to the members entitled to cast their vote at the Annual General Meeting, as per the Companies Act, 2013 in the manner as prescribed under the Companies (Management and Administration) Rules, 2014. Further, those Members who have not been able to cast their vote electronically but if present at the Meeting may cast their votes. Accordingly, this facility was also provided to the Members.

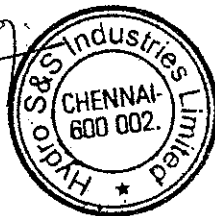
Pursuant to Clause 35A of the listing agreement, voting results will be furnished, in the required format separately on declaration of voting results. The proceedings of the Annual General Meeting, will also be forwarded separately on declaration of voting results.

Kindly take the same on record.

Thanking you,

Yours faithfully,
for HYDRO S & S INDUSTRIES LIMITED,


(S.K. SUBRAMANYAN)
COMPANY SECRETARY



Encl: as above

KINGFA | Hydro S & S

**Hydro S & S Industries Limited
(A Kingfa Group Company)**

**Annual General Meeting - 28th September, 2015
Speech of the Chairman**

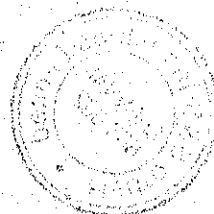
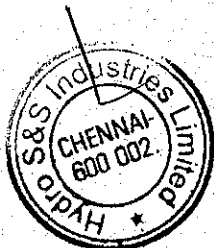
LADIES AND GENTLEMEN:

I am pleased to welcome you today, on behalf of the Board of Directors of your company, Hydro S & S Industries Limited, at its 31st Annual General Meeting. My sincere thanks to all of you for being with us on this occasion.

The Annual Report for the Financial year ended 31st March, 2015 along with Director's Report, Audited Annual Accounts and Statutory Auditor's report has already been circulated and with your permission I assume them to be taken as read.

ECONOMIC SCENARIO

The Indian economy is poised to show strong growth in the years ahead. There is renewed investor optimism, intensive government efforts through various economic and social reforms, and rising consumption levels. The easing commodity prices and benign levels of inflation offer hope of sustained growth in the country's Gross Domestic Product. The anticipated lowering of interest rates by the Reserve Bank of India in the coming months should further spur industrial activities. While there are a number of external factors which are making markets volatile, the economy's dependence on domestic consumption and the demographic scenario places India in a much better situation as compared to many other countries. With more than 50% of the population below the age of 25 years and more than 65% below the age of 35 years, India is poised to reap the demographic dividend in a big way. The growing middle class population and increase in household income levels would contribute to rising consumption expenditure, which is expected to grow by nearly 2.5 times by 2020, making India one of the fastest growing economies. The auto sector is expected to pickup and we are confident that in the long run the auto industry is poised for significantly higher growth.



OVERVIEW

While the volumes went up by around 15% our turnover went up by around 23% thanks to focus on grades with improved prices and also operational efficiency. Price corrections due from customers were implemented on time and also added newer products. Engineering plastics line was added in Pune and another new line is under commissioning in Puducherry. Our Plant at Manesar was able to increase its production due to increased sales in North.

Initiatives with a clear focus on reducing our input costs helped us meet the demands of the market. Formulation optimization, help from HQ in sourcing and testing helped us further optimize our cost of production.

Diversification of industry/Application remained the focus and would remain the focus as we expand our product basket and industry application areas. We are also looking at and expanding the general market grades which would help us stabilize volumes.

RIGHTS ISSUE OF EQUITY SHARES

As members are aware, the Company has proposed Issue of 37,03,364 equity shares of face value of ₹ 10/- each at a price of ₹ 270/- (including premium of ₹ 260/- per equity share) for an amount aggregating upto ₹ 99.99 Crores on a Rights Basis to the existing Equity Shareholders of Hydro S & S Industries Limited in the ratio of 578 equity share for every 1000 fully paid-up equity share(s) held. The issue opens on September 30, 2015.

ACKNOWLEDGEMENT

To conclude, I wish to convey my thanks and acknowledgement for the co-operation and assistance extended by the parent Company, Kingfa Sci. & Tech. Co., Ltd., China, the Company's Bankers, dealers, customers and suppliers. I would also like to congratulate each and every member of the Hydro Family for their sincere and committed contribution and most importantly, you the Shareholders in standing by the Company during these trying times.

I look forward to your continued support and encouragement as we embark on another year. My best wishes to all of you.

I thank all the members present for participating in today's meeting.

Chairman

