

February 13, 2017

Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza
Bandra-Kurla Complex
Bandra [E], Mumbai - 400 051

Dear Sirs,

Stock Code - **KOTHARIPET**

Sub: Outcome of Board Meeting - Intimations under Regulations 30 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

With reference to our earlier announcement dated August 4, 2016, the Board of Directors at their meeting held on February 13, 2017 has inter alia, considered and approved the following:

1. At the Board meeting held on August 4, 2016, the Board decided to discontinue the operations of two foreign subsidiary companies viz., Kothari Petrochemicals Pte Limited (KPL SG) at Singapore and step-down subsidiary Kothari Petrochemicals HK Limited (KPL HK) at Hong Kong.
2. As per the extant provisions of the respective host countries, KPL HK being a subsidiary of KPL SG, KPL HK is required to be de-registered first and post de-registration of KPL HK, KPL SG will apply for striking off.
3. The Board felt it is prudent to repatriate the money invested in KPL SG at the earliest to meet the funding requirement of Kothari Petrochemicals Limited (KPL India) for various projects currently being undertaken.
4. Since there is a procedural delay in closing KPL HK, with a view to bring back the money invested in KPL SG to KPL India, Board approved to de-lineate KPL SG from KPL HK by disinvesting the shares held by KPL SG to KPL India. By virtue of the said transaction, KPL HK will become 100% subsidiary of KPL India and the striking off process of KPL SG can be started immediately and the funds will be repatriated to India. KPL HK will be de-registered in due course and till such time, KPL HK will be 100% subsidiary of KPL India. Details of the acquisition and subsequent closure of KPL HK are annexed.

Kindly acknowledge and take this into your records.

Thanking You,

Yours faithfully

for **Kothari Petrochemicals Limited**

A.Thanikainathan

Company Secretary & Compliance Officer



Summary of the acquisition of shares and subsequent closure

Company Name	Kothari Petrochemicals HK Ltd	
Country of Incorporation & Date of Incorporation	Hong Kong & 12.08.2013	
Status	Step down Subsidiary of KPL, India incorporated for the purpose of trading and marketing the company's products.	
Revenue for the period from 01.04.2016 to 30.09.2016	US\$ 64,003.08	
Turnover for last three years in US\$	From 12.8.2013 to 31.3.2014	81,825.69
	2014-15	2,344,478.17
	2015-16	1,769,479.99
Related Party Transaction & Determination of Price	Since the shares are being acquired from the Subsidiary company, the transaction shall be within the purview of Related Party Transaction. The price per share of US\$ 12.66 is determined based on the Auditors certificate as per Net Asset value of KPL HK. The total shares being acquired will be 7,500 equity shares.	
Date of Board Approval for acquisition and subsequent Closure	13.02.2017	
The amount & % of the Turnover contributed to holding company	Rs.1,140.64 Lacs 5.32%	
Date of Completion of Closure subject to regulatory approvals	Expected by End of Mar 2017	
Consideration for Closure	Realised Capital plus surplus will be repatriated to India	
Mode of transfer of fund	Wire Transfer	

