

Himatsingka Seide Limited

10/24, Kumara Krupa Road, High Grounds, Bangalore - 560 001, India.

Ref: SEC:0001:2:0781:KGN

October 6, 2016

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No. C/1
G Block, Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051

Dear Sirs,

Sub: Clarification – commencement of commercial production of expanded sheeting unit at Hassan.

Ref: Our letter dated October 3, 2016 on Compliance of Regulation 30(4) of SEBI (Listing Obligations and Disclosure Requirements), Regulation 2015.

With reference to your email dated October 4, 2016, we would like to clarify that the Company has submitted a press release dated August 10, 2016 to Stock Exchanges providing the Business update which explains the rationale for investment required and the same is reproduced below:

“The Company has commenced trial production of its new sheeting capacity at its facility in Hassan. The new sheeting capacity will enhance the installed sheeting capacity from 23 MMPA (Million Meters per Annum) to 46 MMPA.

We envisage placing approximately 40% to 50% of the fresh sheeting capacity by end of FY 17.

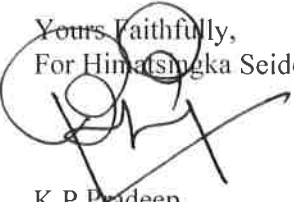
The above projects are part of the Rs.1281 Crore expansion plan as announced earlier. “

The mode of financing for the expansion plan is through a combination of term loans and internal accruals. Reference is also made to page 8 of the transcript of conference call for Q2 for financial year 2015-16 submitted to stock exchanges on November 13, 2015.

This is for your information and records.

Thanking You,

Yours Faithfully,
For Himatsingka Seide Limited


K P Pradeep
President – Finance
& Group CFO