ADITYA BIRLA

GRASIM

Ref. No. GIL/CFD/SEC/17/016/SE **Date: 4th June 2016**

BSE Ltd.
1st Floor, New Trading Ring,
Rotunda Building, P J Towers, Dalal Street,
Fort, Mumbai - 400 001

National Stock Exchange of India Ltd.
Exchange Plaza
Bandra-Kurla Complex, Bandra (East)
Mumbai - 400 051

Dear Sirs,

Sub: Suspension of Operations at Company's Plants at Nagda (M.P.) due to water shortage

This is to inform you that due to water shortage caused by deficient rain last year, the production of Viscose Staple Fibre (VSF) at the Company's Plant located at Nagda is expected to be suspended from 5th June 2016 in a phased manner and will be resumed on the arrival of monsoon and availability of adequate water.

The Company has built up adequate VSF stock and will continue to cater to the requirements of all its customers from its available stock and supplies from other VSF Plants located at Kharach and Vilayat (Gujarat) and Harihar (Karnataka). In view of adequate stock available with the Company, VSF sales are not likely to be affected.

Further the Company shall utilize the opportunity to carry out the requisite preventive maintenance and repair work during the period.

The Chlor Alkali plant, during this period will be operating at a lower capacity to the extent of availability of water.

We shall keep you informed of the developments, if any, in the matter.

Thank You

Yours faithfully,
For **Grasim Industries Limited**

Hutokshi Wadia
Sr. Vice President & Company Secretary