



Dhunseri®

Dhunseri Petrochem Limited

(Formerly Dhunseri Petrochem & Tea Limited) CIN : L15492WB1916PLC002697
Registered Office : Dhunseri House, 4A Woodburn Park, Kolkata 700020

Ref: DPL/BM 12.09.16

September 12, 2016

To, The Bombay Stock Exchange Limited (Scrip Code: 523736) Floor 25, P.J. Towers, Dalal Street, Mumbai - 400001	To, The National Stock Exchange of India Limited (Symbol: DPL) Exchange Plaza Plot No: C/1, G Block Bandra – Kurla Complex, Bandra (E) Mumbai – 400 051
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Sub: Release

Dear Sir,

Enclosed please find the Release in connection with the Board Meeting held today for your record.

Kindly acknowledge receipt.

Thanking You.

Yours faithfully,
For Dhunseri Petrochem Limited

Simerpreet Gulati

Simerpreet Gulati
Company Secretary
& Compliance Officer

Encl: As above



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Dhunseri Announces Completion of Joint Venture Agreement with Indorama Ventures

12 September 2016 – Dhunseri Petrochem Ltd. (Dhunseri) today announced the completion of equal joint venture partnership with Thailand's Indorama Ventures Public Company Limited, "IVL" by acquiring 50% stake from IVL in Micro Polypet Pvt. Ltd. (MicroPet), which has a capacity of 216,000 tonnes having its PET plant in the North Indian State, Haryana. Simultaneously, with IVL having acquired a 50% stake in Dhunseri Petglobal Ltd "DPGL", both Dhunseri and IVL have an equal stake in DPGL. By combining the two companies as equal partners, the resulting total capacity of 700,000 tonnes per annum will make the new joint venture the second largest in India. Mr C K Dhanuka will be the Chairman of DPGL and MicroPet.

Mr. C.K. Dhanuka, Chairman of Dhunseri said, "Dhunseri believes that coming years will bring opportunities for expansion in the Petrochem sector and this joint venture will bring scale benefits to all stakeholders. The Indian JV between both the organizations will benefit from IVL's global presence and technological leadership."

Mr. C.K. Dhanuka, further said, "Both DPGL and MicroPet will be managed through Board delegating certain powers to the executive committee having equal members of both the joint venture partners to facilitate effective and quick operational and commercial decision making by the Company, within the limits as set out by the Board".

Out of the current capacity in India, around 50% is consumed locally and the balance is exported. The surplus capacity is likely to be absorbed in the next few years with the growth in consumption. The potential for growth in the PET industry in India is significant given that per capita consumption of PET in India is currently at 0.6 KG per annum as compared to 2.6 KG per annum in China and 10.9 KG per annum in USA. The joint venture will gain from significant synergies as being the sole producer of PET Resin in Northern and Eastern India and with all its manufacturing sites being effectively integrated with third party PTA suppliers. IVL's global market reach and high utilization rates are expected to supplement Haldia's location benefit at Eastern India's largest port while MicroPet enjoys a strong location advantage in the high-demand territory of North India.