



Indian Emulsifiers Limited

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May 19, 2026

To,
The Manager,
National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1, G Block,
Bandra-Kurla Complex, Bandra (E) Mumbai - 400 051

Symbol: IEML ISIN: INE0RRU01016

Subject: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Press Release

Dear Sir/ Ma'am,

Please find enclosed herewith a Press Release titled "**Indian Emulsifiers Limited Announces Board Approval for Proposed Rights Issue**"

This is for your information and records.

Thanking You,

For Indian Emulsifiers Limited

Joshna Olivera
Company Secretary



Indian Emulsifiers Limited

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Indian Emulsifiers Limited Announces Board Approval for Proposed Rights Issue

IMPORTANT: This announcement is made pursuant to the board approval of the proposed rights issue and is subject to receipt of in - principal approval from the stock exchange, applicable regulatory requirements, and other conditions as may be applicable. This does not constitute an offer or invitation to subscribe to any securities.

Overview

Indian Emulsifiers Limited, a specialty emulsifier manufacturer serving diversified industrial markets, announces that its Board of Directors, at its meeting, has approved, in principle, a proposed Rights Issue of equity shares to its existing shareholders, subject to receipt of in-principal approval from the stock exchange and other applicable regulatory approvals.

The proposed Rights Issue is intended to raise an aggregate amount not exceeding Rupees 51 Crore on a rights basis. The issue price, rights entitlement ratio, record date, and other terms of the Rights Issue shall be determined and disclosed in due course, subject to applicable approvals.

Proposed Rights Issue Strategic Rationale: -

1. Working Capital Support for Overseas Subsidiary Polaris Specialty Chemicals Inc., USA through Capitalization.

The Company has established Polaris Specialty Chemicals Inc. as its wholly owned subsidiary in the United States to expand its geographic footprint and access high-value markets in Oil & Gas, Food, Technical Textile Auxiliaries, and Water Treatment. Products manufactured by Indian Emulsifiers Limited are exported and distributed through this subsidiary to end customers in the U.S.

Given the nature of the business, the subsidiary is required to maintain significant inventory during transit and in warehouse, while extending customary trade credit to U.S. customers. In the absence of local banking facilities in the USA at this stage, working capital has been supported through extended shipment credit from the parent. The proposed infusion will provide Polaris Specialty Chemicals Inc. with a stable, permanent working capital base commensurate with its operating cycle, enabling it to scale operations without continued dependence on parent level support.

2. Strategic Equity Investment in Chemical Brothers Enterprises Pvt. Ltd.

Indian Emulsifiers Limited in which the promoter and director of the Company holds a directorship, and which is a related party of the Company, proposes to acquire fresh equity shares of Chemical Brothers Enterprises Pvt. Ltd., an established trading and export company operating for over a decade with a customer presence across more than 15 countries.

The strategic objective of this investment is to start the process to consolidate the export and trading business into Indian Emulsifiers Limited over a period of time, bringing established customer approvals, long standing export relationships, and international market presence and access into the entity. This investment is expected start the process to broaden Indian Emulsifiers Limited customer base over time, strengthen its export capabilities, and create a pathway for direct market access that will benefit shareholders of the Company through an improved and simplified group structure over a period of time.

This investment has been arrived at after independent valuation by an IBBI-registered valuer in accordance with ICAI Valuation Standards 2018 and International Valuation Standards (IVS). The transaction has been duly considered and approved by the Board in compliance with all applicable related party transaction requirements under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

3. Augmentation of Working Capital for Indian Operations

The specialty emulsifier industry requires companies to maintain significant inventory across a diverse product range to serve varied industries including Food, Personal Care, Textiles, Mining, Institutional Cleaners, Metalworking, Oil & Gas, and Lubricants. Each segment carries distinct demand cycles, necessitating year round

inventory readiness. The Company's growing revenue base, expanding customer credit requirements, supplier advance obligations, and enhanced production commitments have collectively increased its working capital requirement beyond what is currently funded through internal accruals and existing credit lines. This allocation will provide the requisite operational momentum and support the anticipated growth trajectory.

This Rights Issue reflects companies' commitment towards building a stronger, more globally connected business. The capital will fund our U.S. operations, strengthen company structure through a disciplined strategic investment, and ensure company has the capital required to sustain its growth trajectory.

Forward Looking Statements and Rights Disclaimer

This press release contains forward looking statements. Such statements involve known and unknown risks, uncertainties, and other factors that may cause actual results to differ materially. This announcement is made pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and does not constitute an offer to sell or solicitation to purchase securities. The Rights Issue is subject to receipt of in principle approval from the stock exchange, regulatory approvals, and other approvals as applicable. Investors are advised to read the Letter of Offer carefully when available and consult their financial advisors before making any investment decision.

About Indian Emulsifiers Limited:


Founded in 2020, Indian Emulsifiers Ltd is a leading manufacturer of specialty chemicals including Esters, Esterquats, Polyamides, Polymerized surfactants, Sulphates, Amphoteric, Phosphate esters, Imidazolines, Wax emulsions, Specialty emulsifiers and Formulated products. With a diverse portfolio of over 125 products and exports across 9 countries, the company serves multiple industries including Food, Personal care, Textiles, Mining, Industrial and Institutional Cleaners, Metal Working, Oil & Gas Industry and Lubricants.

The company operates a state-of-the-art facility in MIDC Lote Parshuram, Maharashtra with 12,000 MTPA capacity and in-house R&D and technical innovation capabilities. It is certified under ISO 9001, Responsible Sourcing, Kosher and Halal standards, reflecting its strong commitment to quality and sustainability.

Disclaimer:

This document contains forward-looking statements, which are not historical facts and are subject to risks and uncertainties such as government actions, local developments, and technological risks. The Company is not responsible for any actions taken based on these statements and does not commit to publicly updating them to reflect future events or circumstances.

For Further Information Please Contact:

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