CHAMBAL FERTILISERS AND CHEMICALS LIMITED

March 8, 2016

BSE Limited
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400 001

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

Dear Sir,

This has reference to our letters dated November 03, 2015, January 20, 2016, February 25, 2016 and March 5, 2016 regarding setting up of new Urea plant for production of 1.34 Million MT of Urea per annum at the existing site at Gadepan, District, Kota, Rajasthan ("Project") and financing of the Project.

We hereby inform you that in pursuance of New Investment Policy-2012 (as amended) of Government of India for investment in urea sector, the Company has furnished a Bank Guarantee of Rs. 300 crore on March 8, 2016 with Ministry of Chemicals & Fertilizers, Government of India for implementation of the Project.

You are requested to take the same on records and notify your constituents accordingly.

Thanking you,

Yours sincerely,
for **Chambal Fertilisers and Chemicals Limited**

Rajveer Singh
Assistant Vice President – Legal & Secretary