JBF Industries Limited

CORPORATE OFFICE : 8th FLOOR, EXPRESS TOWERS, NARIMAN POINT, MUMBAI - 400 021. (INDIA)
TEL. : (91-22)22885959 **FAX :** (91-22) 22886393 **e-mail:**jbf@vsnl.com **Internet site :** http://www.jbfindia.com

Ref No. JBF/SECTL/SE//757 27th August, 2018

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex
Bandra [East]
Mumbai, Maharashtra 400 051

Dear Sir/Madam,

This is further to the announcement made by the Company on 15th May, 2018.

The Board of Directors of JBF Industries Limited has approved a scheme of arrangement involving Debt Restructuring to secured and unsecured lenders. The proposed repayment for the outstanding amount is in line with prevailing RBI guidelines. The Scheme will involve complete disinvestment of its wholly owned subsidiary, JBF Petrochemicals Limited, which owns a PTA project in Mangalore.

Towards this end, JBF Industries Limited and KKR Jupiter Advisors (KKR) have entered into a binding understanding. Based on the Term Sheet executed on 14th August 2018 wherein KKR has agreed to buy out a 100 percent stake of JBF Petrochemicals Limited. The total debt of $ 464 Million in JBF Petrochemicals Limited will now no longer be consolidated in the accounts of JBF Industries Limited. This will eliminate all contingent liabilities in the form of guarantees provided to the lenders of the PTA project for a loan of USD 464 Million and interest thereon. The financial closure of JBF Petrochemicals Limited is scheduled by 30th September, 2018.

Further, an amount of INR 450 Cr. will be returned by JBF Petrochemicals Limited to JBF Industries Limited, in settlement of the Inter Corporate Deposit provided by JBF Industries Limited. The funds will be used for repayment of debt (in part) to Banks and balance for working capital.

The infusion of Working Capital Funds as mentioned above will help bolster the Company's operation to full capacity over the next two quarters and will result in added profitability, aided by strong margins in various Polyester products of JBF Industries Ltd.

JBF INDUSTRIES LIMITED

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(ISO 9001, 14001, 18001 CERTIFIED) **CIN** : L99999DN1982PLC000128

Prime Securities Limited and Valueline Advisors were the investment Bankers for the deal with KKR and were joint advisors along with BOB Capital Markets for the drafting of its Debt Restructuring of JBF Industries Limited.

This is for the information of members.

Thanking you,

Yours faithfully,
For **JBF Industries Limited**

R. Gothi

JBF INDUSTRIES LIMITED

Rakesh Gothi
Managing Director