Vardhan Limited
(CIN : U14293WB1947PLC015833)

Registered Office :
"KCI PLAZA" 7th Floor
23C, Ashutosh Chowdhury Avenue
Kolkata - 700019
Phone : 2454 3063 / 3064 / 3065
Email : vardhan@kirtivardhan.com

2nd June, 2021

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

BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai – 400 001

Kanoria Chemicals & Industries Limited
"KCI Plaza", 6th Floor,
23C, Ashutosh Choudhary Avenue,
Kolkata – 700 019

Re: **Kanoria Chemicals & Industries Limited (NSE: KANORICHEM) (BSE Code: 506525)**

Sub: **Disclosure of encumbrance/pledge of Shares - SEBI (SAST) Regulations, 2011**

Dear Sirs,

Pursuant to Regulation 31 of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, the required information, in respect of pledge of 96,12,534 equity Shares of Kanoria Chemicals & Industries Limited, representing 22.00 % of its paid up share capital, by the Company are enclosed, in the prescribed formats.

This is for your information and records.

Thanking you,

Yours faithfully,
For Vardhan Limited

Director

Encl: As above

VARDHAN LIMITED
KOLKATA

Annexure - II

Format for disclosure of reasons for encumbrance

(In addition to Annexure - I prescribed by way of circular dated August 05, 2015)

Name of listed company	**Kanoria Chemicals & Industries Limited (KCIL)**
Name of the recognised stock exchanges where the shares of the company are listed	1. **National Stock Exchange of India Limited (NSE)** 2. **BSE Limited (BSE)**
Name of the promoter(s) / PACs whose shares have been encumbered	**Vardhan Limited**
Total promoter shareholding in the listed company	No. of shares – **3,25,19,024** % of total share capital – **74.43**
Encumbered shares as a % of promoter shareholding	**30 %**
Whether encumbered share is 50% or more of promoter shareholding	~~YES~~ / **NO**
Whether encumbered share is 20% or more of total share capital	**YES** / ~~NO~~

Details of all the existing events/ agreements pertaining to encumbrance

		Encumbrance 1 (Date of creation of encumbrance: **31.05.2021**)	Encumbrance 2 *(Add columns for each event/ agreement)*
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)		**Pledge**	
No. and % of shares encumbered		No. of shares: **96,12,534** % of total share capital: **22%**	
Specific details about the encumbrance	Name of the entity in whose favour shares encumbered (X)	**Export Import Bank of India (Exim Bank)**	
	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	**YES**/ ~~NO~~	
	Names of all other entities in the agreement	Listed company and its group companies (if any) 1. **Kanoria Chemicals & Industries Limited** Other entities (if any) – 1.	
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	~~YES~~ / **NO** If yes, 1. Name of the issuer 2. Details of the debt instrument	

VARDHAN LIMITED KOLKATA

		3. Whether the debt instrument is listed on stock exchanges? 4. Credit Rating of the debt instrument 5. ISIN of the instrument	
Security Cover / Asset Cover	Value of shares on the date of event / agreement (A)	**Rs. 128. 57 Crore**	
	Amount involved (against which shares have been encumbered) (B)	**Rs. 126.67 Crore + Interest and other charges thereon**	
	Ratio of A / B	**101. 50**	
End use of money	Borrowed amount to be utilized for what purpose – (a) Personal use by promoters and PACs (b) For the benefit of listed company Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc. (a) Any other reason (please specify)	**Additional security towards restructuring of loans granted by Exim Bank to Kanoria Africa Textiles Plc, a step down subsidiary of the Company.**	

For VARDHAN LIMITED

Authorised Signatory/Director

Place: **Kolkata**
Date: **02.06.2021**