

August 7, 2022

<p>BSE Limited Department of Corporate Services Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street, Kala Ghoda, Fort Mumbai 400 001 Scrip Code No: 542665</p>	<p>National Stock Exchange of India Limited Listing Department, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 Company Symbol: NEOGEN</p>
---	---

Sub.: Press Release on the Unaudited Financial Results of the Company under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/ Madam,

With reference to the captioned subject, please find enclosed herewith the Press Release on the Unaudited Financial Results of the Company for the quarter ended June 30, 2022.

The Unaudited Financial Results for the quarter ended June 30, 2022 and the Press Release are also being uploaded on the Company's website at <https://neogenchem.com/financial-performance/>.

Kindly take the same on your record.

Thanking you,
Yours faithfully,

For Neogen Chemicals Limited



Unnati Kanani
Company Secretary and Compliance Officer
Membership No. A35131

Encl.: As above



Neogen Chemicals reports strong all-round performance

Neogen Chemicals Limited (Neogen) reported robust financial performance during the quarter ended 30th June, 2022. The Company delivered revenues of Rs. 147.9 crore in Q1 FY23, depicting a growth of 75%. The strong topline performance was driven by incremental benefits accruing from the expanded capacity. This was supported by continued positive demand across key products. The Company has been able to leverage its expertise in process chemistries to focus on high-value products with multi-stage processes.

Profit after tax (PAT) stood at Rs. 11.1 crore during the quarter as compared to Rs. 7.4 crore in Q1 FY22. Strong double-digit growth in PAT was aided by good operating performance. In addition, gains from various cost management initiatives aided earnings growth during the quarter under review. Higher depreciation was in-line with new capacities added.

Earnings per share (EPS) for the quarter stood at Rs. 4.43 per share (Rs. 3.15 per share in Q1 FY22).

During the period under review, the Company witnessed significant increase in the prices of Lithium raw materials which Company was able to pass on to the customers, resultantly protecting the absolute EBITDA. The EBITDA percentage margin decline is optical as it considers higher revenues and higher RM costs with preserved absolute earnings.

Performance at a Glance

	Q1 FY23	
Revenues	Rs. 147.9 crore	⬆️ 75%
EBITDA	Rs. 24.7 crore	⬆️ 58%
Profit Before Tax	Rs. 15.6 crore	⬆️ 53%
Profit After Tax	Rs. 11.1 crore	⬆️ 51%

Notes:

1. Growth for Q1 FY23 is compared with Q1 FY22
2. All figures are consolidated

Commenting on the Q1 FY23 performance, Mr. Haridas Kanani, Chairman & Managing Director, Neogen Chemicals said:

"I am pleased to share that we began FY23 on a positive note with strong all-round performance. Revenues grew by 75%, while EBITDA and PAT improved by 58% and 51% respectively. This is a testament of our superior execution capabilities where products are being scaled up rapidly based on encouraging demand trends. The performance momentum was steered by strong gains from the

expanded capacity, and this came in spite of challenging operating environment marred by high input and utility costs, logistical disruption as well as extreme volatility in exchange rates during the quarter.

We are entailing several CAPEX initiatives this year to elevate our performance trajectory in the existing business and to participate in the sunrise sector of lithium-ion battery chemicals. These initiatives are underway as per our earlier timelines.

Overall, discussions with both domestic and international players are advancing as expected, and there is continued interest with robust demand. We have also started submitting samples for technical approvals with several customers. Discussions for approval of Neogen, as a vendor are progressing well although slightly delayed from our original timelines. Based on final approvals, we will align our larger CAPEX plans within lithium-ion battery chemicals space in H2 of current financial year which will start contributing materially earliest from FY25.

In the CSM/ advanced intermediate business, we have started witnessing traction from other newer sectors which are non-agro and non-pharma and will endeavor to progressively increase the contribution at the Company level. This is in-line with our focus of expanding the portfolio of value-added products.

The road ahead appears promising, and Neogen will continue to leverage its expertise and sweat its assets to deliver accelerated performance. This will be anchored by incremental gains coming from scheduled commissioning of key projects in this and next financial year. Overall demand trajectory is very favorable, and we foresee immense opportunities unfolding in the chemicals sector that will help Neogen.”

-ENDS-

About Neogen Chemicals Limited

Incorporated in 1989, Neogen Chemicals Ltd. (NSE Code: NEOGEN; BSE Code: 542665) is India's one of the leading manufacturers of Bromine-based and Lithium-based specialty chemicals. Its specialty chemicals product offerings comprise Organic as well as Inorganic chemicals. Its products are used in pharmaceutical and agrochemical intermediates, engineering fluids, electronic chemicals, polymer additives, water treatment, construction and aroma chemicals, flavours and fragrances, specialty polymers, Chemicals and Vapour Absorption Chillers—original-equipment manufacturers with new upcoming usage in lithium-ion battery materials for energy storage and EV application. Over the years, Neogen has expanded its range of products and at present, manufactures an extensive range of specialty chemicals which find application across various industries in India and the world. It has a product portfolio of over 234 products.

In addition to manufacturing specialty chemicals, Neogen also undertakes custom synthesis and contract manufacturing where the product is developed and customised primarily for a specific customer, but process know-how and technical specifications are developed in-house.

Further, the Company has recently announced plans to utilise its three decades of experience in Lithium Chemistry to manufacture Lithium-Ion battery materials with an initial investment plan to manufacture electrolytes and lithium salts needed for electrolytes. This plant will come on-stream in FY23 with further capex planned in the coming years.

The Company operates out of its three manufacturing facilities located in Mahape, Navi Mumbai in Maharashtra, Dahej SEZ, Bharuch and Karakhadi, Vadodara in Gujarat.

For more information, please visit www.neogenchem.com OR contact:

Unnati Kanani

Neogen Chemicals Limited

Tel: +91 22 2549 7300 (Ext: 364)

Email: investor@neogenchem.com

***Disclaimer:** Certain statements in this press release may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local political or economic developments, technological risks, and many other factors that could cause our actual results to differ materially from those contemplated by the relevant forward-looking statements. Neogen Chemicals Limited will not be in any way responsible for any action taken based on such statements and discussions and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.*