

July 17, 2017

To,
National Stock Exchange of India Limited,
Exchange Plaza,
C-1, Block G, Bandra Kurla Complex,
Bandra (E), Mumbai 400051,
India
Phone No.: + 91 22 2659 8148
Fax No.: + 91 22 2659 8120
Email: cc_nse@nse.co.in; cmllist@nse.co.in; takeover@nse.co.in

Sub: Disclosure pursuant to Regulation 31(1) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations 2011

Unit: Fairchem Speciality Limited
ISIN: INE959A01019/ Symbol: FAIRCHEM

Dear Sir,

This is to inform you that we have, on July 11, 2017, encumbered (by way of an indirect pledge) 18,307,318 (eighteen million, three hundred seven thousand, three hundred and eighteen) equity shares and 738,760 (seven hundred thirty eight thousand, seven hundred and sixty) compulsorily convertible preference shares (“CCPS”) of Fairchem Speciality Limited (held by the companies as set out in the table below), constituting 48.68% (before conversion of CCPS) and 48.76% (assuming full conversion of CCPS, as a percentage of diluted share capital) of the paid-up share capital of Fairchem Speciality Limited. The disclosure as required under Regulation 31(1) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 is enclosed.

Name of Shareholder	Number of Shares Encumbered	Date of Creation of Encumbrance	Manner of Creation of Encumbrance
FIH Mauritius Investments Ltd	18,304,068 equity shares and 738,760 CCPS of Fairchem Speciality Limited	July 11, 2017	Fairfax India Holdings Corporation, a company incorporated under Canadian laws (“ Borrower ”) has obtained a non-revolving term bridge credit facility from The Bank of Nova Scotia and others (“ Lenders ”), and the credit facility has been secured, inter alia, by creation of pledge over the shares of FIH Mauritius Investments Ltd, a company incorporated under the Mauritian laws, (“ FIH Mauritius ”) by the Borrower, in Mauritius, in favour of The Bank of Nova Scotia (“ Administrative Agent ”). FIH Mauritius in turn holds shares as specified in this disclosure in Fairchem Speciality Limited in relation to which

Name of Shareholder	Number of Shares Encumbered	Date of Creation of Encumbrance	Manner of Creation of Encumbrance
			FIH Mauritius is under a non-disposal obligation except in the ordinary course of business.
FIH Private Investments Ltd	3,250 equity shares of Fairchem Speciality Limited.	July 11, 2017	The Borrower has obtained a non-revolving term bridge credit facility from the Lenders, which has been secured, inter alia, by creation of pledge over the shares of FIH Private Investments Ltd, a company incorporated under the Mauritian laws, ("FIH Private") by FIH Mauritius in favour of the Administrative Agent. FIH Private holds shares as specified in this disclosure in Fairchem Speciality Limited in relation to which FIH Private is under a non-disposal obligation except in the ordinary course of business.

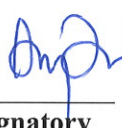
We request you to kindly take the attached disclosure on record.

Thank you.

Yours faithfully,



Authorised Signatory
For FIH Mauritius Investments Ltd



Authorised Signatory
For FIH Private Investments Ltd

Format for disclosure by the Promoter(s) to the stock exchanges and to the Target Company for encumbrance of shares / invocation of encumbrance/ release of encumbrance, in terms of Regulation 31(1) and 31(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011

Name of the Target Company (TC)	Fairchem Speciality Ltd. (earlier known as Adi Finechem Limited) ("TC")
Names of the stock exchanges where the shares of the target company are listed	i. BSE Limited ii. National Stock Exchange of India Limited iii. Ahmedabad Stock Exchange[#]
Date of reporting	July 17, 2017
Name of the promoter or PAC on whose shares encumbrance has been created/released/invoked	Promoter: FIH Mauritius Investments Ltd ("Promoter") PAC: FIH Private Investments Ltd. ("PAC")

Details of the creation of encumbrance:										July 11, 2017			
Name of the promoter (s) or PACs with him*	Promoter holding in the target company (1)	Promoter holding already encumbered (2)	Details of events pertaining to encumbrance (3)							Post event holding of encumbered shares {creation [(2)+(3)] / release [(2)-(3)] / invocation [(1)-(3)]}			
	Number	% of total share capital	Number	% of total share capital	Type of event (creation / release / invocation)	Date of creation/ release/ invocation of encumbrance	Type of encumbrance (pledge/lien/ non disposal undertaking/ others)	Reasons for encumbrance **	Number	% of share capital	Name of the entity in whose favor shares encumbered ***	Number	% of total share capital
FIH Mauritius Investments Ltd	18,304,068 equity shares 738,760 compulsorily convertible preference shares (CCPS)	48.67% (before conversion of CCPS)	0	0%	Creation	July 11, 2017	Indirect encumbrance by pledge of shares of FIH Mauritius Investments Ltd by Fairfax India Holdings Corporation and a non-disposal obligation, except in the ordinary	Encumbrance is for the purpose of collateral for the loans taken by parent company, Fairfax India Holdings Corporation.	18,304,068 equity shares 738,760 compulsorily convertible preference shares (CCPS)	48.67% of the TC (before conversion of CCPS)	Bank of Nova Scotia	18,304,068 equity shares 738,760 compulsorily convertible preference shares (CCPS)	48.67% of the TC (before conversion of CCPS)

The equity shares of the Target Company are listed but are currently not traded on the Ahmedabad Stock Exchange. Further, (i) Ahmedabad Stock Exchange has vide its letter dated June 04, 2014 informed all its listed companies that it has decided to voluntarily exit in compliance with the SEBI circular CIR/MRD/DSA/14/2012 dated May 30, 2012 on Exit policy of de-recognition/ non-operational stock exchanges; and (ii) Ahmedabad Stock Exchange has vide its letter dated January 11, 2017 informed Fairchem Speciality Limited that Ahmedabad Stock Exchange is undergoing its exit and as a result all companies listed with Ahmedabad Stock Exchange are shifted to the National Stock Exchange of India or Bombay Stock Exchange, and that accordingly, all compliances related to exchanges on which Fairchem Speciality Limited is listed are required to be made through the other exchanges where Fairchem Speciality Limited is listed.

Fairfax India Holdings Corporation, a company incorporated under Canadian laws ("Borrower") has obtained a non-revolving term bridge credit facility from The Bank of Nova Scotia and others ("Lenders"), and the credit facility has been secured, inter alia, by creation of pledge over the shares of FIH Mauritius Investments Ltd, a company incorporated under the Mauritian laws, ("FIH Mauritius") by the Borrower and over the shares of FIH Private Investments Ltd, a company incorporated under the Mauritian laws ("FIH Private") by FIH Mauritius, in Mauritius in favour of The Bank of Nova Scotia (the "Administrative Agent"). FIH Mauritius and FIH Private in turn hold shares as specified in the disclosure above in TC in relation to which FIH Mauritius and FIH Private are under a non-disposal obligation except in the ordinary course of business.

*The names of all the promoters, their shareholding in the target company and their pledged shareholding as on the reporting date should appear in the table irrespective of whether they are reporting on the date of event or not.

** For example, for the purpose of collateral for loans taken by the company, personal borrowing, third party pledge, etc.

***This would include name of both the lender and the trustee who may hold shares directly or on behalf of the lender.

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