SUDARSHAN

31st October, 2015

DCS – Listing
The BSE Limited
1st Floor, New Trading Ring,
Rotunda Buildings, P.J.Towers,
Dalal Street Fort,
Mumbai – 400 001.

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra (E),
Mumbai–400051

Dear Sirs,

Sub.: Granting of 'Mega Project' status by the Government of Maharshtra

We enclose herewith a note on the captioned subject.

Kindly take the above information on record and further place the same on your Notice Board/Website for the information of our shareholders, investors and general public at large.

Thank you.

Yours truly,
For Sudarshan Chemical Industries Limited

P.S.Raghavan
Company Secretary

Encl.: As above.

SUDARSHAN CHEMICAL INDUSTRIES LTD. PUNE 1.

Sudarshan Chemical Industries Limited
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www.sudarshan.com

Corporate Identity No: L24119PN1951PLC008409

SUDARSHAN

Roha, 31st October 2015

SUDARSHAN GRANTED "MEGA PROJECT " STATUS BY THE GOVERNMENT OF MAHARASHTRA UNDER THE PACKAGE SCHEME OF INCENTIVES , 2013

Ongoing expansion programme

The Board of Directors in their meeting held today have approved availing of an External Commercial Borrowing of about Rs. 75 crores for part funding of the budgeted Capex aggregating Rs. 162 crores.

Mega Project status

The Board had earlier authorised making of an application under the Government of Maharashtra, Package Scheme of Incentives (PSI) 2013 for seeking eligibility status of " Mega Project ". Mega Project basically indicates a minimum investment of Rs. 750 crores in eligible fixed assets within a period of 5 years in the designated specified areas from the date of application to the Directorate of Industries (Mumbai). The quantum of incentives for Mega Projects shall be decided by the High Power Committee under the chairmanship of the Chief Secretary, Government of Maharashtra on a case to case basis.

This application seeking eligibility status as a Mega Project is just an enabling one and does not in any way commit the Company to make specified investment . In case of shortfall in specified investment,the project will be treated as a normal unit under the Package Scheme of Incentives ,if otherwise eligible under the Package Scheme of Incentives 2013.

The Government of Maharashtra vide letter dated 17th October 2015 after considering the application has informed the Company about the grant of status of "Mega Project" considering the indicative Capex and has outlined the conditions as well as the benefits which shall accrue if the indicated investment in eligible Fixed Assets materialize.

In the first phase ,the Board of Sudarshan has approved Capex of only Rs. 162 crores which will be expended over a period of two years.

About Sudarshan:

Overview

The Company is one of the largest manufacturers of Pigments in India with more than 30% market share. Sudarshan manufactures an extensive range of Organic, Inorganic and Pearlescent pigments and dispersions catering to the Coatings, Plastics, Inks and Cosmetics Industries worldwide. Sudarshan's product portfolio includes recognized brands like Sudaperm,

Sudafast, Sudacolor, Sumica and Sumicos. The Company's development focus is on pigments mainly for automotive coatings and engineering plastics that are produced in state of the art manufacturing facilities.

Sudarshan also manufactures agrochemicals. Some of the well-known formulation brands are Sutathion, Sumidon and Quantum. All agro products have been well received in the Indian markets.

Manufacturing Plants

Sudarshan's manufacturing plants are located at Roha and Mahad, Dist. Raigad in the State of Maharashtra. Both plants manufacture various types of pigments. The Company's pesticide plant is located in Roha. Both Roha and Mahad plants have received the British Five Star Rating which is testimony to strenuous efforts taken by the Company to achieve operational excellence in Environment, Health and Safety.

Research and Development Centre

Recognizing the need for continuous development, Sudarshan has set up a dedicated well-equipped Research and Development Centre to develop cutting edge products to keep pace with evolving customer requirements. The R&D facilities are located at Roha, Dist. Raigad and Ambadvet, Amralevadi, Tal. Mulshi, Dist, Pune.

The certification of ISO 9001, ISO 14001 and OHSAS – ISO 18001 from BVQI is a testimony to the Company's commitment towards quality, safety and sustainable environment friendly approach. The Company's R&D laboratories are recognized by the Department of Scientific & Industrial Research (DSIR). Our labs are also ISO 17025:2001 certified by National Accreditation Board for Testing and Calibration Laboratories (NABL), Government of India and has received recognition upto March 31, 2016 from the Ministry of Science & Technology, New Delhi.

Safe Harbour

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