CHAMBAL FERTILISERS AND CHEMICALS LIMITED

March 28, 2019

BSE Limited
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400 001

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051

Dear Sir,

This has reference to our letters dated February 25, 2016, March 5, 2016 and February 10, 2017 regarding financing of Company's new Urea plant for production of 1.34 Million MT of Urea per annum set up at Gadepan, District, Kota, Rajasthan ("**Gadepan-III Plant''**).

We hereby inform you that the Company has executed a Facility Agreement on March 27, 2019 ("**ECB Facility Agreement**") for availing external commercial borrowing for part financing the Gadepan-III Plant, as per details given below:

Sr. No.	Particulars	
1.	Name(s) of parties with whom the agreement is entered/ Names of the Lenders	State Bank of India, Tokyo Branch
2.	Size of agreement / Total amount of Loan granted	USD 55 Million
3.	Nature of Loan	External Commercial Borrowing
4.	Date of execution of Loan Agreement	March 27, 2019
5.	Purpose of entering into the agreement	To part finance the Gadepan-III Plant
6.	Shareholding, if any, in the entity with whom the agreement is executed	NIL
7.	Significant terms of the agreement (in brief) / details of security provided to the lenders for the loan	1. Drawdown period is upto June 30, 2019. 2. The loan is repayable in 17 (Seventeen) half yearly equal instalments from September 30, 2019 to September 30, 2027. 3. The loan is to be secured in the following manner: a) first ranking pari-passu charge over all of the Company's moveable fixed assets (both present and future) ; and b) first ranking pari-passu charge and mortgage over immovable properties of the Company. The consent of existing lenders will be required for creation of the security. 4. In the event of default under the ECB Facility Agreement, there is restriction on declaration or

		payment of dividend.
8.	Whether, the said parties are related to promoter/promoter group/ group companies in any manner?	No
9.	Whether the transaction would fall within related party transactions?	No
10.	Any other disclosures related to such agreements viz. details of nominee on the board of directors of the listed entity, potential conflict of interest arising out of such agreements, etc.	There is no potential conflict of interest arising out of the ECB Facility Agreement

Further, as intimated to you vide our letter dated March 5, 2016, the Company had earlier entered into a Rupee Facility Agreement on March 5, 2016 to avail, *inter-alia*, term loan to part finance Gadepan-III Plant ("Rupee Facility Agreement") and as subsequently intimated to you vide our letter dated February 10, 2017, the amount of the term loan facility tied up with State Bank of India under the Rupee Facility Agreement was reduced to INR 466,17,38,000.

In view of the execution of ECB Facility Agreement for availing external commercial borrowing of USD 55 Million, the Company has voluntarily cancelled on March 27, 2019 part of the aforesaid term loan facility with State Bank of India equivalent to INR 366,17,38,000. Accordingly, term loan facility of State Bank of India under Rupee Facility Agreement stands reduced to INR 100 Crore. Such cancellation has been made voluntarily as per the provisions of the Rupee Facility Agreement and does not impact the financing of Gadepan-III Plant.

You are requested to take the same on records and notify your constituents accordingly

Thanking You,

Yours sincerely,

for **Chambal Fertilisers and Chemicals Limited**

RAJVEER SINGH

Digitally signed by RAJVEER SINGH
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Date: 2019.03.28 14:56:50 +05'30'

Rajveer Singh
Vice President- Legal & Secretary