

Date: 23/06/2020

To,
National Stock Exchange of India Limited
Exchange Plaza,
Plot no. C/1, G Block,
Bandra Kurla ComplexBandra (East),
Mumbai - 400 051

Dear Sir/Madam,

Subject: Completion of installation of new plant and machinery into existing line of business.
Symbol: SAGARDEEP

With reference to above captioned subject and as per regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we are pleased to announce that we have completed the installation work for new plant and machinery at our existing factory at Plot No. 2070, Rajnagar Patiya, Behind GEB Sub-station, Santej – Khatraj Road, Santej – 382721. Tal: Kalol, Dist: Gandhinagar, which also includes upgradation of some of existing machinery. The Company will produce Copper busbar, copper strips, copper plates, copper wire to be used in electric cable. It is to be noted that the Company is already producing busbar from its existing plant. The new plant and machinery will help the company to reduce production cost and also to improve quality.

Further, it is to be noted that some of the products like copper busbar and copper plates are already being produced from the existing plant of the Company and once the Company commence production of these products on new plant and machinery, the existing plant and machinery will be used with very little modification for production of copper tubes.

Further the brief details of the installation of the plant and machinery into existing line of business are mentioned below as per SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015: -

Capacity Addition: -

a)	existing capacity	200 MT per Month (Once production commences on new plant and machinery, this capacity will be used for production of copper tubes)
b)	existing capacity utilization	Approx. 50% of Existing Capacity
c)	proposed capacity addition	250MT Per Month
d)	period within which the proposed	By end of this month (i.e. June, 2020)



	capacity is to be added	
e)	investment required	We have completed the CAPEX on this new facility which is detailed hereunder; 1. Plant & Machinery: Rs. 5.15 Cr (Including electric installation) 2. Civil Works : Rs. 1.51 Crores
f)	mode of financing	CAPEX on installation of new plant and machinery already completed.
g)	Rationale	The existing plant and machinery of the Company is of old technology and this new addition of plant and machinery will increase the quality of the product and will also reduce production cost. These will help the Company to compete much better and will also help to improve it's margin. Further, this new plant and machinery will also enable the Company to produce copper wire to be used by the producers of electric cable. The Company is also working on to add further machinery to enable itself to produce such electric cable at its own factory premises. Further, updation relating to that new installation will be given on appropriate time.

We have considered Capital Expenditure incurred in above assets during the F.Y. 2016-17 to 2018-19 (Audited) & F.Y. 2019-20 (Provisional).

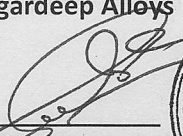
Looking to the present situation of pandemic, we plan to commence the production with low capacity utilization and hope that with the coming month's business will improve and so would be the utilization of production capacity at new facility.

This is for your information and records.

Thanking you,

Yours faithfully,

For, Sagardeep Alloys Limited


SATISHKUMAR MEHTA
Managing Director
(DIN: - 01958984)

