CHAMBAL FERTILISERS AND CHEMICALS LIMITED

May 20, 2017

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

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051

Re: Sale of Ships

Dear Sir,

This has reference to our letters dated December 22, 2015 and February 8, 2016 regarding approval for sale of ships / shipping business of the Company.

We hereby inform you that the Board of Directors of the Company, on the recommendations of the Audit Committee, at its meeting held on May 20, 2017 approved the sale and disposal of the remaining 3 ships/vessels owned by the Company. Accordingly, the Company has executed Memorandum of Agreements dated May 20, 2017 for sale of these ships to the respective buyers as per the details given below:

Particulars	Names of the Vessels		
	Ratna Shruti	**Ratna Shradha**	**Ratna Namrata**
Brief details of Buyers	Campanella Shipping Ltd., Malta	Sempreviva Shipping Limited, Malta	Gizmo Shipping Ltd., Malta
Consideration to be received (in USD million)	21.5	21.5	21.5
Expected date of completion of sale	On or before September 1, 2017	On or before September 15, 2017	On or before September 15, 2017

The aforesaid buyers are not related to the promoter/ promoter group/group companies and the said transactions are not related party transactions.

After delivery of all the vessels, the Company intends to close the shipping business in due course of time which is expected to be completed by December 31, 2017. The Company has decided to close the shipping business considering the long term business outlook of shipping business and to focus on its core business of fertilisers and other agri-inputs.

The details of revenue and net worth of shipping division of the Company for the Financial Year 2016-17 are given below:

(i) Revenue : Rs. 290.86 Crore (3.77% of Revenue of the Company)
(ii) Networth : Rs. 96.88 Crore (3.82% of Networth of the Company)

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
Assistant Vice President – Legal & Secretary