Dharani Sugars and Chemicals Limited

Regd. Office : "PGP HOUSE", 57, Sterling Road, Nungambakkam, Chennai - 600 034.
Tel. : 28311313, 28254176, Fax : 28232074, 28232076
Email : commercial@pgpgroup.in, finance@pgpgroup.in, secretarial@pgpgroup.in
Website : www.dharanisugars.in
CIN No.: L15421TN1987PLC014454 TIN No.: 33061502443 CST No.: 818529/19.11.87

PGP GROUP

DSCL\Notice Reg-29 \2016

15.02.2016

The Secretary,
The Stock Exchange, Mumbai
Corporate Relationship Department,
First Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort, Mumbai 400 001.

Email ID : corp.relations@bseindia.com

Mr Hari – Vice President
National Stock Exchange Limited
Exchange Plaza, 5th Floor
Plot No.C/1 G Block
Bandra – Kurla Complex
Bandra East, Mumbai 400 051

E-mail : cc_nse@nse.co.in

Dear Sir,

Sub: Issue of Preferential shares to promoter and Promoter group

In continuation of our intimation sent on 11-2-2016 the Board of Directors have resolved in their meeting held on 11.02.2016 to allot 1540154 equity shares of Rs 10/- each at a premium of Rs 14/- to Dharani Developer Private Limited, part of the promoter group, subject to getting the approval of the share holders by means of special resolution through Postal Ballot. The Company has earlier got its debts restructured through the CDR mechanism in a meeting dated 30/12/2014. One of the condition was the promoter group is to bring additional funds to the tune of Rs. 8.59 crores as equity share or unsecured loans. To speed up the process of the restructuring proposal Dharani Developers Private Limited one of the Promoter group brought in a sum of Rs. 8.60 crores as unsecured loans. As now suggested by State Bank of India, one of the CDR group, the Company has decided to convert a portion of the unsecured loans into share capital with a view to improving the Company's Net worth. As there is restriction on acquisition of additional shares beyond 5 percent as per SEBI (Substantial Acquisition of Shares & Takeovers) Regulations 2011 it is decided to allot 1540154 equity share for the present converting a sum of Rs. 3.69 as share capital + share premium account, which will not go beyond the 5% limit.

The Company now seeks in principle approval from Stock Exchanges in accordance with Regulation No. 7 of SEBI ICDR 2009 Regulations and No. 107 1(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the issue and listing.

Kindly accord your in- principle approval at the earliest.

Thanking You,

Yours faithfully,
for Dharani Sugars and Chemicals Limited

E P Sakthivel
Company Secretary

DHARANI SUGARS AND CHEMICALS LIMITED
No. 57, Sterling Road, Nungambakkam, Chennai - 34.

Dharani Nagar, Vasudevanallur,
Tirunelveli District - 627 760
Ph : (04636) 241370/371/372
Fax : (04636) 241578
Email : dharani1@dharanisugars-pgp.com

Karaipoondi Village, Polur,
Tiruvannamalai District - 606 803.
Ph : (04181) 223161, 223162, 223170
Fax : (04181) 223330
Email : dharani2@dharanisugars-pgp.com

Kalayanallur Village,
Pallangacherry Post, Kallakurichi Via,
Villupuram District - 606 206
Mobile : 94422 56138
Email : dharani3@dharanisugars-pgp.com