SUDARSHAN

September 29, 2014

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

Dear Sir,

SUB: OUTCOME OF THE BOARD MEETING

The Board of Directors in its meeting held today has Resolved the following –

1. **RIECO INDUSTRIES LIMITED** -

To acquire 100% of the paid up equity share capital of RIECO Industries Limited by virtue of which it shall become a wholly owned subsidiary of the Company. The consideration was worked out on the basis of valuation recommended by E&Y. The Legal Due Diligence was carried out by M/s. Crawford Bayley & Co. The Audit Committee after due consideration of the business prospects as also considering the interest of minority shareholders, approved a total consideration of Rs.16 Crores. The acquisition will be effective from 01.10.2014. The consideration of Rs.16 Crores will be brought in by the shareholders of RIECO Industries Limited as ICDs / FDs in Sudarshan.

RIECO Industries Limited is owned by Rathi Family and has been in business for the last 35 years. The Company manufacturers Pneumatic Control Industrial Systems, Size Reduction and Pollution Control Equipments etc. The turnover of RIECO Industries Limited for the year ended 31.03.2014 is approximately Rs.90 Crores.

The current investment in the share capital of RIECO Industries Limited is expected to add value to all stakeholders of the Company as the Company operates in a segment which has got good potential for growth.

SUDARSHAN CHEMICAL INDUSTRIES LTD. PUNE 1.

Sudarshan Chemical Industries Limited
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2. **RATHI VESSELS & SYSTEMS PVT LTD.-**

To acquire the business of Industrial Mixers of Rathi Vessels & Systems Pvt. Ltd. (RVSPL) as a going concern on slump sale basis for a total consideration of Rs.2.5 Crores. The consideration was worked out on the basis of valuation recommended by E&Y. The Legal Due Diligence was carried out by M/s. Crawford Bayley & Co. The Audit Committee after due consideration of the business prospects as also considering the interest of minority shareholders, approved a total consideration of Rs.2.5 Crores. The acquisition will be effective from 01.10.2014. The consideration of Rs.2.5 Crores will be brought in by share holders of RVSPL as ICDs / FDs in Sudarshan.

RVSPL is owned by Rathi Family (promoters of Sudarshan) and has been in business for the last 6 years. RVSPL manufacturers Industrial Mixers for varied applications. The turnover of RVSPL for the year ended 31.03.2014 is approximately Rs.33 Crores.

The acquisition of Industrial Mixers business of RVSPL is expected to add value to all stakeholders of the Company as the Company operates in a segment which has got good potential for growth.

For Sudarshan Chemical Industries Limited

P.R. Rathi

P.R.Rathi
Vice Chairman & Managing Director

SUDARSHAN CHEMICAL INDUSTRIES LTD. PUNE 1.