

SE/CS/2025-26/18

May 21, 2025

To,  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai – 400 001  
Company Scrip Code – 530871

To,  
National Stock Exchange of India Limited  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-Kurla Complex, Bandra (W),  
Mumbai – 400 051  
Company Scrip Code – CHEMBOND

**Ref : ISIN: INE995D01025**

Dear Sir/Madam,

**Sub.: Apportionment of Cost of Acquisition of Equity Shares of Chembond Chemicals Limited (“Demerged Company”/ “CCL”) and Chembond Chemical Specialties Limited (“Resulting Company”/ “CCSL”).**

**Ref.: Scheme of Arrangement between Chembond Chemicals Limited (“Demerged Company” / “Transferee Company”/ “CCL”) and Chembond Chemical Specialties Limited (“Resulting Company”/ “CCSL”) and Chembond Clean Water Technologies Limited (“Transferor Company No. 1”/ “CCWTL”) and Chembond Material Technologies Private Limited (“Transferor Company No. 2”/ “CMTPL”) and Phiroze Sethna Private Limited (“Transferor Company No. 3”/ “PSPL”) and Gramos Chemicals (India) Private Limited (“Transferor Company No. 4” / “GCIPL”) and their respective shareholders (“Scheme”)**

Dear Sir / Madam,

Please find enclosed communication for the attention of the shareholders of the Company for apportionment of cost of acquisition of equity shares of the Demerged Company and Resulting Company pursuant to the Composite Scheme of Arrangement as per the provisions of the Income-tax Act, 1961.

You are requested to take the above information on record.

Thanking you

Yours Faithfully,

**For Chembond Chemicals Limited**

**Suchita Singh  
Company Secretary & Compliance Officer**

## **FOR ATTENTION OF SHAREHOLDERS OF DEMERGED COMPANY**

- 1) The Hon'ble National Company Law Tribunal, Mumbai Bench, ("Hon'ble NCLT") vide its order dated April 7, 2025, sanctioned the Scheme providing, inter-alia,
  - for demerger, transfer and vesting of the Demerged Undertaking (as defined in the Scheme) from the Demerged Company into Resulting Company on a going concern basis and issue of equity shares by Resulting Company to the shareholders of the Demerged Company, in consideration thereof, in accordance with the provisions of Section 2(19AA) of the Income Tax Act, 1961 ("the Act").
- 2) The Scheme has fulfilled the provisions of section 2(19AA) of the Act and hence, the demerger is in compliance with the provisions of the Act and accordingly the transaction is not considered as transfer and hence is not taxable in the hands of the shareholders **and the date of acquisition of the equity shares of the Demerged Company will be deemed to be the date of acquisition for the equity shares of Resulting Company also.**
- 3) In accordance with provisions of the Scheme, Resulting Company issued and allotted 2 (Two) fully paid-up equity shares of Resulting Company having face value of Rs 5 (Rupees Five) each for every 1 (One) fully paid-up equity share of Rs 5 (Rupees Five) each held by the shareholders of the Demerged Company whose names are recorded in the register of members and/or records of the depository as on the Record Date (i.e., Friday, May 9, 2025).
- 4) For determining the post demerger cost of acquisition of equity shares of the Demerged Company and Resulting Company, you are advised to apportion your pre demerger cost of acquisition of equity shares in the Demerged Company in the following manner:

Sr. No.	Name of Company	% of Cost of Acquisition of Equity Shares of the Company
1.	<b>Chembond Chemicals Limited ("Demerged Company")</b>	<b>69.25</b>
2.	<b>Chembond Chemical Specialties Limited ("Resulting Company")</b>	<b>30.75</b>
	<b>Total</b>	<b>100</b>

This communication is for the benefit of the shareholders and the Company takes no express or implied liability in relation to this guidance

Navi Mumbai, May 21, 2025