



CHAMBAL FERTILISERS AND CHEMICALS LIMITED

February 10, 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

Dear Sir,

This has reference to our letters dated February 25, 2016 and March 5, 2016 regarding financing of our new Urea plant for production of 1.34 Million MT of Urea per annum being set up at the existing site at Gadepan, District, Kota, Rajasthan ("Project").

In pursuance of Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Company has executed a Facility Agreement on February 10, 2017 ("Foreign Currency Facilities Agreement") for availing foreign currency loans for part financing the Project as per details given below:

Sr. No.	Particulars	
1.	Name(s) of parties with whom the agreement is entered/ Names of the Lenders	A. Name of Lenders 1. Axis Bank Limited, Hong Kong Branch ("Axis Bank") 2. Export-Import Bank of India ("Exim Bank") B. State Bank of India is acting as a Facility Agent
2.	Size of agreement / Total amount of Loan granted	USD 90 Million
3.	Nature of Loan	A) External Commercial Borrowing Axis Bank-USD 30 Million B) Foreign Currency Term Loan ("FCTL") Exim Bank – USD 60 Million (with Letter of Credit as inner limit of FCTL)
4.	Date of execution of Loan Agreement	February 10, 2017
5.	Purpose of entering into the agreement	To part finance the Project
6.	Shareholding, if any, in the entity with whom the agreement is executed	NIL
7.	Significant terms of the agreement (in brief) / details of security provided to the lenders for the loan	1. Drawdown Period –In case of Exim Bank- Upto March 31, 2019 and in case of Axis Bank- Upto September 30, 2019. 2. Repayment Schedule -The loans are repayable in 17 (Seventeen) half yearly equal instalments from September 30, 2019 to September 30, 2027.



CHAMBAL FERTILISERS AND CHEMICALS LIMITED

		<p>3. Details of security provided</p> <p>The loans are to be secured in the following manner:</p> <p>a) first ranking pari-passu charge over all of the Company's moveable fixed assets (both present and future) excluding the assets of shipping division of the Company; and</p> <p>b) first ranking pari-passu charge and mortgage over immovable properties of the Company.</p> <p>The consent of existing lenders will be required for creation of the security.</p> <p>4. Restrictions on change of control and Declaration of Dividend</p> <p>a) There are restrictions on change of control of the Company and reduction of shareholding of promoters and promoter group below a specified threshold.</p> <p>b) In the event of default under the facility agreement, there is restriction on declaration or payment of dividend.</p>
8.	Whether, the said parties are related to promoter/promoter group/ group companies in any manner?	No
9.	Whether the transaction would fall within related party transactions?	No
10.	Any other disclosures related to such agreements viz. details of nominee on the board of directors of the listed entity, potential conflict of interest arising out of such agreements, etc.	There is no potential conflict of interest arising out of the Foreign Currency Facilities Agreement

Further, as intimated to you vide our letter dated March 5, 2016, the Company has earlier entered into a Rupee Facilities Agreement on March 5, 2016 ("Rupee Facility Agreement") to avail term loans of INR 1057.85 crore and bank guarantee facility of INR 300 crore to part finance the Project, as per details given below:

Name(s) of parties with whom the agreement entered/ Names of the Lenders	Nature of Loan
State Bank of India	<p>i) Term loan of INR 500 crore (with letter of credit facility equivalent to USD 42.217 million as inner limit of the term loan facility).</p> <p>ii) Bank Guarantee Facility of INR 300 crore.</p>
Axis Bank Limited	Term loan of INR 557.85 crore

(Signature)



CHAMBAL FERTILISERS AND CHEMICALS LIMITED

In view of the execution of Foreign Currency Facilities Agreement for availing foreign currency loans of USD 90 Million for part financing of the Project, the Company has voluntarily cancelled on February 10, 2017 the following:

- a) term loan facility of INR 557.85 crore with Axis Bank Limited; and
- b) part of the term loan facility with State Bank of India equivalent to INR 33,82,62,000.

Accordingly, Axis Bank Limited will no longer be a party to the Rupee Facility Agreement and the term loan facility of State Bank of India stands reduced to INR 466,17,38,000. Such cancellation has been made voluntarily as per the provisions of the Rupee Facility Agreement and does not impact the financing of the Project.

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