

**Ref. No: 2022-23/016**

**May 6, 2022**

National Stock Exchange of India Limited  
Exchange Plaza, 5<sup>th</sup> Floor,  
Bandra-Kurla Complex,  
Bandra (E), Mumbai 400 051  
**Scrip Code: COROMANDEL**

BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400 001.  
**Scrip Code: 506395**

Dear Sir,

**Subject : Acquisition of 45% equity stake in Baobab Mining and Chemicals Corporation, Senegal through Parry Chemicals Limited, a wholly owned subsidiary of the Company.**

This is to inform you that the Board of Directors of Coromandel International Limited and Parry Chemicals Limited, a wholly owned subsidiary, in their respective meetings held today, i.e., May 6, 2022, considered and approved the following Investment:

- 1) Acquisition by Parry Chemicals Limited of 225,000 fully paid ordinary shares of face value of XOF 23,000 per share of Baobab Mining and Chemicals Corporation SA, Senegal (BMCC), representing 45% of issued share capital of BMCC, from Baobab Fertilizer Africa, which is an existing shareholder of BMCC, at a consideration of USD 19.6 million.
- 2) Giving of loan by Parry Chemicals Limited to Baobab Mining and Chemicals Corporation SA up to USD 9.7 million for capital projects and expansion.

This strategic investment in mining operation is being made by the Company to strengthen its backward integration and secure long-term supply of rock phosphate, which is one of the key raw materials for the Company.

Pursuant thereto, Parry Chemicals Limited has signed the following agreements relating to the Investment:

- i) Share Sale Agreement between Parry Chemicals Limited and Baobab Fertilizer Africa
- ii) Shareholders Agreement among Parry Chemicals Limited, Baobab Mining and Chemicals Corporation SA, Baobab Fertilizer Africa, and Mimran Natural Resources

The details relating to the Investment, as required under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015, are enclosed as **Annexure -I**.

We request you to take the above on record and acknowledge the same.

Thanking you,  
Yours sincerely,

For **Coromandel International Limited**



**Rajesh Mukhija**  
**Sr. Vice President – Legal &**  
**Company Secretary**

**Annexure -I**

**Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.**

Disclosure Requirement	Details
a) Disclosure requirement Details - Name of the target entity	<b>Name:</b> Baobab Mining and Chemicals Corporation, Senegal, Africa (BMCC) <b>Issued Share Capital:</b> 500,000 fully paid ordinary shares of face value West African CFA Franc (XOF) 23,000 per share
b) Whether the acquisition would fall within related party transaction(s) and whether the promoter/promoter group/group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arms' length".	The acquisition will not fall within the meaning of a related party transaction. The Promoter/Promoter Group/Group Companies do not have any interest in the entity being acquired.
c) Industry to which the entity being acquired belongs.	BMCC is engaged in the business of mining and production of Rock Phosphate, one of the key raw materials used in manufacturing of phosphoric acid, which in turn is used in manufacturing of complex fertilizers.
d) Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if the business is outside the main line of business of the listed entity).	The Investment is being made to secure supply of key raw material, i.e., Rock Phosphate, on a long-term and sustainable basis.
e) Brief details of any governmental or regulatory approvals required for the acquisition.	The Investment is subject to approval of Government of Senegal.
f) Indicative time period for completion of the acquisition.	The Investment is likely to be completed by Parry Chemicals Limited during the second quarter of FY 2022-23 and is subject to approval of Government of Senegal and satisfactory completion of conditions precedent as contained in the Agreements entered into by Parry Chemicals Limited.



g) Nature of consideration – whether cash consideration or share swap and details of the same.	Cash Consideration of USD 19.6 million by way of purchase of 2,25,000 ordinary shares of BMCC from Baobab Fertilizer Africa, representing 45% of fully paid issued share capital of BMCC.
h) Cost of acquisition or the price at which the shares are acquired.	Cost of acquisition will be USD 19.6 million for 2,25,000 ordinary shares, having face value of XOF 23,000 per share
i) Percentage of shareholding / control acquired and/or number of shares acquired.	Parry Chemicals Limited will hold 225,000 fully paid ordinary shares, representing 45% of fully paid ordinary share capital of BMCC.
j) Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which acquired entity has presence and any other significant information (in brief).	<p>Baobab Mining and Chemicals Corporation SA, a registered corporate entity in Dakar, Senegal, was incorporated on July 11, 2011 and has its registered office in Dakar- Senegal.</p> <p>BMCC is in the business of mining, production and sale of Rock Phosphate.</p> <p>BMCC holds the Exploitation Permit, as granted vide Presidential Decree by the Government of Senegal for mining and production of Rock Phosphate Concentrate through mineral ore mining and processing. The Exploitation Permit given to BMCC in the territory of Senegal is valid for a period of 20 years commencing from the year 2018.</p> <p>BMCC has stabilized its operations and commenced active production from the year 2021.</p>