



**NEWS RELEASE**

**Meghmani's Indian IPO 26 times over-subscribed;  
Raises more than S\$38 million**

- *Trading of shares on the NSE and BSE commences on 28 June 2007*

**Singapore, 25 June 2007** – SGX Main Board-listed **Meghmani Organics Limited** ("Meghmani" or the "Group") is pleased to announce that its Initial Public Offering ("IPO") in India to list its equity shares on the National Stock Exchange ("NSE") of India and the Bombay Stock Exchange ("BSE") has attracted strong interest from the investment community.

For its IPO, Meghmani offered for sale a total invitation of 53,684,211 Shares issued at Rs19 (S\$0.72) each, amounting to total proceeds of Rs 1.02 billion (S\$38 million) (based on an exchange rate of 0.03778 as at 22 June 2007). The invitation comprised the following:

- Qualified Institutional Buyers ("QIB") – 32,210,526 Shares, representing 60% of Net Public Offer;
- Non Institutional Bidders – 5,368,421 Shares, representing 10% of Net Public Offer;
- and
- Individual Retail Bidders – 16,105,264 Shares representing 30% of Net Public Offer.

IL&FS Investsmart Ltd. and Edelweiss Capital Ltd. are the Book Running Lead Managers ("BRLMs") for the Issue.

Based on the total invitation size and the total valid applications (168,117) amounting to Rs.14,816 million as at the close of the application list on 7 June 2007, Meghmani's IPO was oversubscribed by 26.94 times. In the QIB category, the IPO was 23.14 times oversubscribed; 45.84 times oversubscribed in the Non Institutional category; and 28.26 times oversubscribed in the Retail category.

At Rs 19 per share, the 53,684,211 Shares, which represents 21.11% of Meghmani's enlarged share capital of 254,314,211 Shares, are being offered at a historical price earnings ratio of 9.95 times, based on net earnings of Rs 1.91 for financial year ended 31 March, 2006.

Commenting on the response to the IPO, Mr Ashish Soparkar, Managing Director of Meghmani, said, "We are heartened to receive such overwhelming retail and institutional response for our India IPO. It underscores the fact that investors recognise Meghmani's outstanding track record, sound business model and our long-term growth prospects. Our dual listing in India is very timely as we see opportunities for Meghmani to further expand our business in tandem with the growth in the pigments and agrochemicals industries in India and the rest of the world. Our funds will go toward fueling that growth."

As part of its expansion plans, Meghmani intends to utilise the IPO proceeds of Rs1.02 billion to finance the setting up of a new high performance pigment plant at Vatva, Ahmedabad and a multi-purpose agro-chemicals plant at Panoli. The Group also intends to invest in its subsidiary, Meghmani Energy Limited, to finance the 3 MegaWatt captive power plant to be located at Chharodi. The funds raised from the IPO will also be used for inorganic growth / diversification opportunities and working capital requirements.

Meghmani's shares will commence trading on the India Stock Exchanges on 28 June 2007. For SDS holders or existing shareholders of Meghmani in Singapore, two-way fungability in the trading of shares between the SGX, NSE and BSE will be possible in a year.

#### ***About Meghmani Organics Limited***

*Established in Gujarat (India) in 1986, Meghmani is a manufacturer of pigments and pesticides. The Company specializes in the manufacture of green and blue pigment products that span multiple applications such as printing inks, plastics, paints, textiles, leather and rubber. Its pigment customers comprise mainly MNCs who are leading players in their respective industries. Meghmani also produces a broad spectrum of commonly used pesticides for crop and non-crop applications such as public health, insect control in wood preservation and food grain storage. The Company counts amongst its customers leading pesticide manufacturers from North America, Europe, Latin America and Asia.*

## **CONTACT INFORMATION**

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