



# CHEMPLAST SANMAR LIMITED

Public Issue of Equity Shares

Note: Edelweiss Broking Ltd. is a sub syndicate member in the issue; accordingly, this note is prepared based on the RHP for informative purpose only.

## Issue Highlights

Issue Opens: **Tuesday, August 10, 2021**  
 Issue Closes: **Thursday, August 12, 2021**  
 Price Band: **Rs.530/- to Rs.541/-**  
 Bid Lot: **27 equity share & multiple shares**  
 Face Value: **5/-**  
 Listing: **NSE / BSE**  
 Registrar: **Kfin Technologies Private Limited**

Issue Size: - ₹ 3,850  
 Offer Sale :- ₹ 2550/- Crs  
 Fresh Issue :- ₹ 1300/- Crs

### Net Offer Break up:

Category	Allocation	Amount in Crs
QIB	75%	2,887.5
NIB	15%	577.5
Retail	10%	385.0
<b>Total</b>	<b>100%</b>	<b>3,850</b>

## Business Overview

Chemplast Sanmar Limited is a specialty chemicals manufacturer in India with focus on specialty paste PVC resin and custom manufacturing of starting materials and intermediates for pharmaceutical, agro-chemical and fine chemicals sectors. Chemplast Sanmar Limited is one of India's leading manufacturers of specialty paste PVC resin on the basis of installed production capacity, as of December 31, 2020. In addition, CSL is also the third largest manufacturer of caustic soda and the largest manufacturer of hydrogen peroxide in the South India region, on the basis of installed production capacity as of December 31, 2020 and one of the oldest manufacturers in the chloromethanes market in India. (Source: CRISIL Report) Pursuant to the CCVL Acquisition, it acquired 100.0% equity interest in CCVL that is the second largest manufacturer of suspension PVC resin in India and the largest manufacturer in the South India region, on the basis of installed production capacity as of December 31, 2020 (Source: CRISIL Report). According to the CRISIL Report, high barriers to entry and limited competition is expected to benefit existing manufacturers of specialty paste PVC resin in India

### Promoters

Sanmar Holdings Limited

## Object of the Offer

### The Offer for Sale

Each of the Selling Shareholders will be entitled to the proceeds of the Offer for Sale after deducting their respective portion of the Offer related expenses. Our Company will not receive any proceeds from the Offer for Sale and the proceeds received from the Offer for Sale will not form part of the Net Proceeds. Other than the listing fees for the Offer and expense on account of corporate advertisements (which shall be exclusively borne by the Company), all cost, fees and expenses in respect of the Offer will be shared among our Company and the Selling Shareholders.

### Fresh Issue

We propose to utilise the Net Proceeds towards funding the following objects:

1. Early redemption of NCDs issued by the Company, in full ("NCD Redemption"); and
2. General corporate purposes.

## Peer Group Company

- PI Industries Limited
- SRF Limited
- Finolex Industries
- Navin Fluorine International Limited

## Brief Financial Details (Rs. in Millions)

Particulars	Year Ended		
	March 31, 2021	March 31, 2020	March 31, 2019
Income	38,151.08	12,655.10	12,667.74
Expense	34,016.09	11,281.54	10,379.53
Profit Before Tax	5,471.91	717.02	1,933.99
Profit After Tax	4,102.44	461.25	1,184.64
EPS (₹)	30.60	2.04	4.53
RoNW (%)	NA*	5.45	8.39

\* NA since networth is negative

## Retail Payment Chart

Issue Dates: 10-August-2021 to 12-August-2021

Cut off Price: Rs. 541 Per Share

No. of Shares	Amount	No. of Shares	Amount
27	14,607	216	1,16,856
54	29,214	243	1,31,463
81	43,821	270	1,46,070
108	58,428	297	1,60,677
135	73,035	324	1,75,284
162	87,642	351	1,89,891
189	1,02,249		

## Indicative Timelines

Event	Indicative Date
Finalisation of Basis of Allotment with the Designated Stock Exchange	On or about Wednesday August 18, 2021
Initiation of refunds (if any, for Anchor Investors)/unblocking of funds from ASBA Account*	On or about Friday August 20, 2021
Credit of Equity Shares to demat accounts of Allottees	On or about Monday August 23, 2021
Commencement of trading of the Equity Shares on the Stock Exchanges	On or about Tuesday August 24, 2021

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