

Date: 1st June 2011

The Manager - Listing
Bombay Stock Exchange Limited
Registered Office: Floor 25
P J Towers, Dalal Street
Mumbai – 400 001.



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Dear Sir,

Sub: Outcome of Board Meeting held on 1st June 2011

Ref: Scrip Code: 531280, Board Meeting Intimation made on 20.05.2011

With reference to the above cited subject we wish to inform you that the Board of Directors at their Meeting held on today i.e Wednesday the 1st day of June 2011 inter-alia considered and approved a Proposal to Demerge the PP SHEETS / PPDISPOSABLE WARES, Business of the company into M/s PANKAJ POLY PACK LIMITED in terms of a Scheme of Arrangement under section 391 to 394 of the Companies Act 1956.

The Scheme of Arrangement :-

According to the Scheme of Arrangement Approved by both the boards, the Demerger is proposed to be undertaken through a Court Approved Scheme of Arrangement under Sections 391 to 394 of the Companies Act 1956. The Appointed date for the transaction is 1st April 2011.

Under the Scheme, Pankaj Polymers Limited will transfer its PP SHEETS / PP DISPOSABLE WARES Business to M/s Pankaj Polypack Limited. In consideration, Pankaj Poly Pack Limited will issue 5 new Equity Shares of Rs 10/- each fully paid up to the shareholders of Pankaj Polymers Limited for every 12 Shares of Rs 10/- each held by them in Pankaj Polymers Limited, in addition to their existing holding of Pankaj Polymers Limited and 717540 Equity Shares of Rs 10/- each fully paid up to the company i.e Pankaj Polymers Limited.

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M/s. Karvy Investor Services Ltd, Merchant Bankers has provided a fairness Opinion to the Board of Pankaj Polymers Limited

On Completion of Demerger M/s Pankaj Poly pack Limited is proposed to be Listed in BSE after the scheme is made effective.

The Proposed Scheme of Arrangement will be subject to the approval of the Hon'ble High Court of Andhra Pradesh.

The Restructuring will be further subject to various statutory approvals, including those from the shareholders and the lenders / creditors

Please take the above information into your records.

Thanking You,

Yours faithfully,
For PANKAJ POLYMERS LIMITED


PANKAJ GOEL
MANAGING DIRECTOR