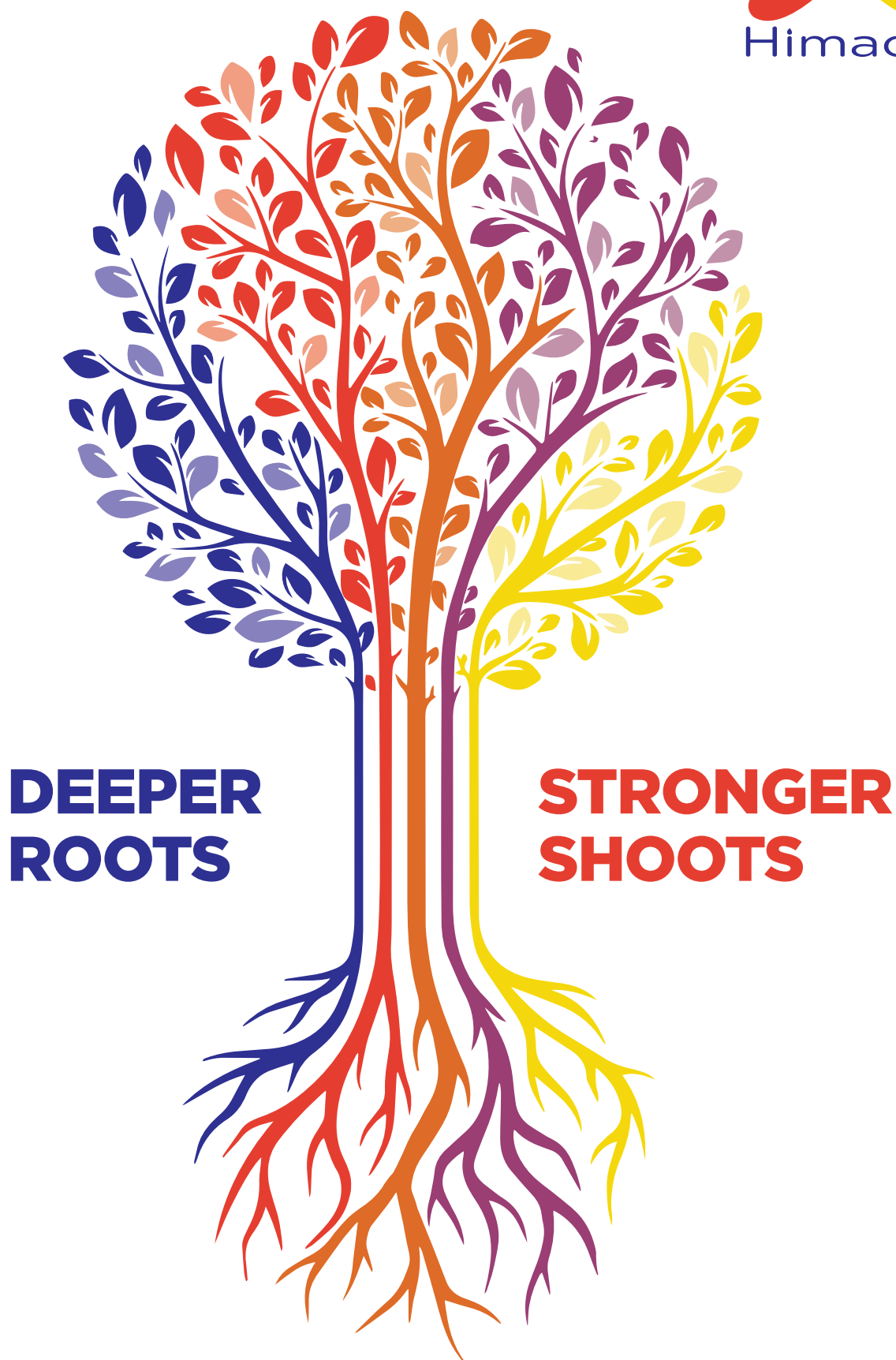


Himadri



**DEEPER
ROOTS**

**STRONGER
SHOOTS**

Himadri Speciality Chemical Ltd

(Formerly known as Himadri Chemicals & Industries Limited)

Annual Report **2017-18**

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Disclaimer

This document contains statements about expected future events and financials of Himadri Speciality Chemical Limited, which are forward-looking. By their nature, forward-looking statements require The Company to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that the assumptions, predictions and other forward-looking statements may not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as a number of factors could cause assumptions, actual future results and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications and risk factors referred to in the Management's Discussion and Analysis Report of Himadri Speciality Chemical Limited's Annual Report for FY 2017-18.



WHAT DOES THE COVER SIGNIFY?

WHAT WE SOW TODAY IS WHAT WE GET TOMORROW. AT HIMADRI, WE FIRMLY BELIEVE IN THIS ADAGE. WE HAVE DEFINED OUR STRONG FUNDAMENTALS AND GROWTH STORY WITH THE EXAMPLE OF A DEEP-ROOTED TREE, WITH STRONGER SHOOTS AND FRUITS. IT REFLECTS THE WHOLE PROCESS OF OUR ORGANISED INTEGRATED BUSINESS MODEL, WHILE CHARTING OUT OUR STORY OF INNOVATION, CHANGE, GROWTH AND SUCCESS WITH RESPECT TO A TREE AND ITS LIFECYCLE.

Access our annual report online:

himadri.com/performance

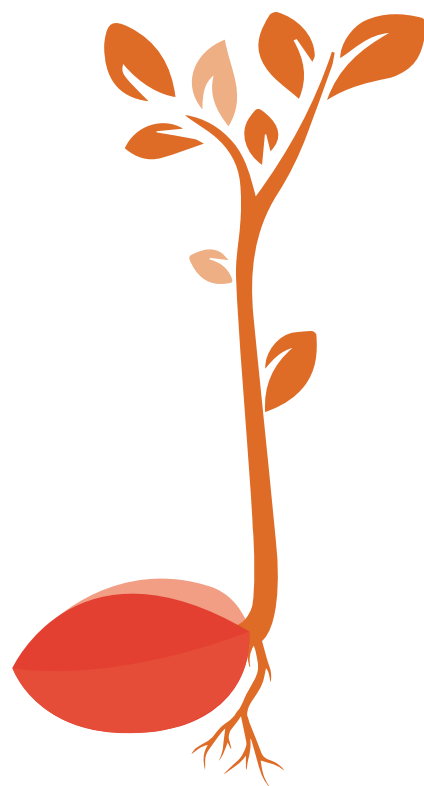


Or, scan to
download



A TREE FLOWERS FROM A SEED

A BUSINESS FLOWERS FROM AN IDEA



At Himadri Speciality Chemical Ltd (Himadri), innovation is our core strength. Backed by strong R&D and technology-led solutions, it has helped our business grow over the years.

₹ **2,021.52**
Crores

Turnover as
on 31 March 2018

₹ **450.00**
Crores

EBITDA as
on 31 March 2018

₹ **242.57**
Crores

PAT as
on 31 March 2018

Investor Information

BSE CODE: 500184
NSE CODE: HSCL

BLOOMBERG: HCI IN
REUTERS: HMCH.NS

70%
Coal Tar Pitch
Market Share



FIRM ROOTS POWERFUL CORE VALUES





STRONG AND DEEP ROOTS GIVE SUSTAINABILITY TO A TREE. THEY FORM THE CORE STRENGTH BY SPREADING DEEPER AND WIDER

Himadri stands tall on its roots today. Our core values and principles form the foundational key that establishes a strong base for the Company.

Right from inception, our values and principles have been the guiding force behind our business. And today, they are one of the key contributors behind our success.

1990

Year of commencement



NURTURING BUSINESS FOSTERING GROWTH

THE BETTER A TREE IS NURTURED, THE BETTER IT GROWS

At Himadri, we have always believed that strong base acts like backbone that helps business grow consistently. Progress evaluation at regular intervals further helps in identifying the shortcomings and potential opportunities ahead.

Since inception, the Company has regularly re-evaluated its key strategies, operational structure and the mission and vision to build a sound base. The integrated business model has helped tap potential values across every business segment. Our continuous focus on research and development towards new product development has allowed us to establish a strong presence across the carbon value-added chain. The high-demand specialised product basket has further helped the Company to evolve into a global carbon conglomerate with long standing relations with customers. Besides, the Company is environmentally responsible through its zero-discharge plants. Thus, nurturing a wholesome growth and success.



DISTINCTIONS

- India's largest coal tar pitch and only integrated Carbon chemical company
- Setting up Asia's largest speciality carbon black unit
- India's only advance carbon material manufacturer, supplying material to be used for anode material in Lithium-ion batteries
- India's largest manufacturer of Naphthalene and SNF
- One of the few global manufacturers to have developed Zero QI pitch
- Over 170 specially-designed electric heated tankers as a dedicated fleet





Established leadership

- ✦ Coal Tar Pitch
- ✦ Carbon Black
- ✦ Naphthalene
- ✦ Sulphonated Naphthalene Formaldehyde (SNF)

Emerging leadership

- ✦ Advance Carbon Material
- ✦ Speciality Carbon Black

VISION

Himadri harbours a vision to become a global leader in speciality carbon products by adopting appropriate eco-friendly technologies and enhancing core capabilities through continuous product improvement, technical innovations and customer satisfaction.

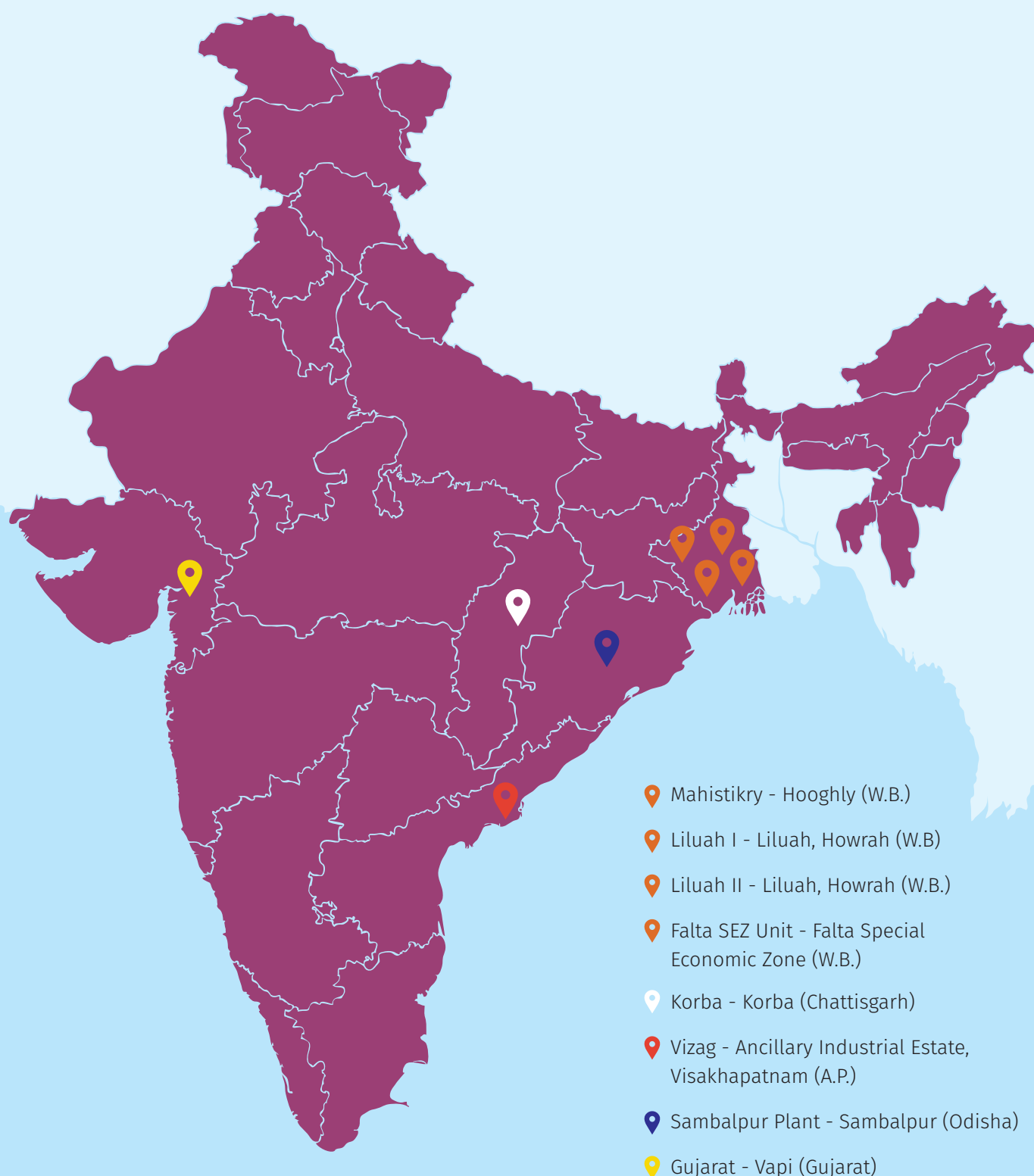
MISSION

- ✦ To be company that constantly innovates new products and technologies in the field of Carbon
- ✦ To have an unrelenting customer focus while being customer's clear choice
- ✦ Be a company that attracts, develops individuals to build a proud Himadrian team
- ✦ Stay committed to a sustainable future and to improve the social, economic & environmental well-being of communities in the region of our operations





STRATEGICALLY LOCATED 8 MANUFACTURING FACILITIES



400,000 TPA

Coal Tar Distillation capacity

120,000 TPA

Carbon Black capacity

20MW

Power Plant – co-generation

68,000 TPA

SNF capacity

WE ARE EXPANDING

- ❖ Coal Tar Distillation
- ❖ Speciality Carbon Black
- ❖ Advance Carbon Material
- ❖ Power Plant

TPA – Tonnes per annum



The two power plants (12 MW and 8 MW) at Mahistikry are powered by gas produced during carbon black processing. This is clean and green power eligible for carbon credits.

During the year, Himadri has successfully developed a range of Speciality Carbon Black (CB) products by leveraging its R&D capabilities. These products find niche applications in moulded rubber goods, plastic master-batches, fibre, wire & cable, engineering plastics, films inks and coatings, among others.



FROM CONCEPTION TO FRUITION

Conception Beginning

1990

- Commissioned Coal Tar distillation plant in Howrah, West Bengal

1992

- Went public

1993 - 1999

- Commissioned a new unit at Visakhapatnam, Andhra Pradesh. Expansion of both plants

Sprouting Expansion

2000

- Himadri Ispat Limited merged with the Company

2004

- Established New Coal Tar distillation plant at Mahistikry, Hooghly, West Bengal

2005

- Expansion of Hooghly plant

2006

- Commercialised a by-product refining plant at Mahistikry, Hooghly, West Bengal

2007

- Established new pitch melting facility at Korba, Chhattisgarh

Seedling Product Diversification

2009

- Acquisition of SNF plant in Vapi, Gujarat
- Started production at Carbon Black Plant and started Power Plant at Mahistikry, Hooghly, West Bengal
- Creating an integrated complex at Mahistikry, Hooghly, West Bengal

2010

- Completed capacity addition at the coal tar distillation plant in Mahistikry, Hooghly, West Bengal

2011

- Recognised as an R&D centre from the Government of India
- Completed capacity addition for carbon black at Mahistikry, Hooghly, West Bengal
- Commissioned production of SNF at Mahistikry, Hooghly, West Bengal
- Established 100% export-oriented unit in Falta SEZ
- Established a coal tar pitch plant in China