

	<p style="text-align: center;">Chairman's Speech at the 29th Annual General Meeting</p> <p style="text-align: center;">On Friday, 29th September, 2023 held through video conferencing and other audio/visual means.</p>	



Kemistar Corporation Limited

**Regd. Office: 604, Manas Complex, Near Jodhpur
Cross Road, Satellite, Ahmedabad-380015.**

Tel. : 91-79-26923570/ 87

Chairman's Speech

Dear Shareholders,

Good afternoon and thank you for joining us today.

I warmly welcome all of you to the 29th Annual General Meeting of the Company. It is always pleasure to connect with you all, and although virtual- it is privilege to host you today. I thank you for your continued trust, support, encouragement to the Company and its management.

Your Company's remarkable journey started in the year 1994 and in a decade upgraded the business with the manufacture of Specialty Chemicals, Agro Chemicals and Chemical Intermediates. The manufacturing plant of the Company is situated at GIDC, Dahej where the company through its Wholly owned subsidiary Company K.P International Private Limited initiated phase wise production in the year 2020-21. Currently your company has built strong domestic client network and created export market in the countries like USA, Bangladesh, Turkey, far east etc. As your company sees robust business prospect near future, our vision is to conquer the domestic and overseas demand and to be best in every aspect of our business.

The Directors' Report and the Audited Accounts for the Financial Year ended March 31, 2023 have been with you and, with your consent; I shall take them as read. Before I speak to you about the performance of your company, let me briefly touch upon the current trends prevailing in the economic scenario and the Chemical Sector in which your Company is operating.

Economic Scenario:

The government plans to introduce production-linked incentive (PLI) scheme to promote domestic manufacturing of agrochemicals. Under the Union Budget 2022-

23 the government allocated Rs. 209 crores (US\$ 27.43 million) to the Department of Chemicals and Petrochemicals. Overall, the Indian chemical sector continues to provide strong support to the Indian economy and significantly contribute to India's objective of being self-reliant.

Chemical Sector:

If we talk about Chemical Sector, then the chemical industry of India is a major contributor to the Indian economy, contributing 7% of the country's Gross Domestic Product (GDP). India's chemical industry ranks as sixth largest in world, and third in Asia.

The Chemical industry in India provides several building blocks and raw materials for many industries, including textiles, paper, paints, soap and detergents, pharmaceuticals and agrochemicals. The chemical industry is expected to have a market growth @ 4-5% CAGR.

India exports Chemicals to more than 175 countries. It accounts for 13% of India's total exports. Indian chemicals and petrochemicals industry is growing to new heights, looking forward to an investment of INR 8 lakh cr by 2025. The global Chemical industry size is likely to be doubled before the end of the year 2030.

Company's Performance in the FY 2022-23

So, now let me come to our Company's performance. I am happy to inform you that your Company's performance ended with a Total Comprehensive Income of Rs. 1833.73 Lakhs.

Net profit after tax for the FY 2022-23 is Rs. 83.90 Lakh as compare to Rs. 83.92 Lakhs in FY 2022-21 as constant same for both the year.

Your company has generated nearly 38.56% of revenue from Colorants, 59.86% from Intermediate and rest 1.58% from other Chemicals. From the Month of March-22, your company has started exporting the Chemicals.

Currently, Company is working for the Phase-III under which major focus is on Production and Export of DNSDA (4-4 Di- Nitro Stilbin 2-2 Disulphonic Acid) and DASDA (4-4 Di-amino Stilbin 2-2 Disulphonic Acid, OBA and other) & sulphonated products.

Above phase-III is likely to start by November 2023 which will add additional revenue growth in next 1-2 years.

And finally, on the basis of our performance, we are pleased to inform you that the Board had recommended final dividend of Rs.0.40/- per share for the 2022-23. Company has already paid Final dividend of Rs. 0.40/-per share in FY 2022-21. Its glad to announce that, we can maintain same dividend strategy in coming years.

Manufacturing Facilities

Our plant located at dahej area is manufacturing PNTOSA, DNSDA, Sodium sulphite and sodium bi sulphite, Sulpho OAVS & other Products and other plant located at Narol, Ahmedabad is manufacturing of Inorganic Chemicals, OBA and Other Products.

Due to continuous expansion strategy, our new production line of some intermediates will be in production stage from November 2023.

Corporate Governance:

Your Company remains committed to the highest standards of Health, Safety, Security and Environment (or HSSE) and Corporate Governance. We continue our efforts in absorbing and establishing a strong safety culture in the Company.

Your Company is strictly adhere to all the applicable rules, regulations and guidelines issued by SEBI as well as Companies Act, 2013 in order to ensure

transparency and to conduct business in accordance with ethical values to which it is strongly committed.

With this, I thank and express my sincere gratitude towards our investors, shareholders, especially all employees at all sites of Kemistar for working tirelessly during these turbulent times. I am proud to share with all of you that Kemistar continued to serve its valued customers in chemicals industries, ensuring uninterrupted supply of key raw materials and intermediates for chemicals and dyestuffs. This has further cemented our relationship with many of our key customers.

We solicit sincere faith and support of our esteemed shareholders with which we believe that our Company will continue to perform and utilizing its immense potential and generate shareholder's value.

Thank you once again for attending today's Annual General meeting of the Company.

Ketan Patel
Chairman