

INDOFIL Industries ties-up with Shanghai Baijin, China to produce CS2 in Gujarat



Gandhinagar: Mr. K. K. Modi, Chairman & Managing Director - INDOFIL INDUSTRIES LTD and Chairman – K K MODI GROUP today announced the opening of its state-of-the-art green energy CS2 production plant at Dahej, Gujarat. Indofil has entered into a landmark joint venture with Shanghai Baijin Chemical Group (SBC), China for CS2 manufacturing through a 51:49 partnership in INDO BAIJIN CHEMICALS PVT. LTD. The approximate \$40 million plant would be the first in the country to use eco-friendly technology for CS2 production.

Speaking at the event, Mr. K. K. Modi said “At present, 80% of India’s CS2 is imported from various parts of the world; this unit would substitute for some of these imports. Indofil is evolving rapidly; its sales have doubled in the past 4 years and it is set to maintain the current growth. Expansion in CS2 production is part of this rapid growth. By adopting eco-friendly technology in production, Indofil will

set an example in the chemical industry for sustainable development.” INDO BAIJIN CHEMICALS PVT. LTD. is the first Indo-Chinese joint venture for the Modi Group to establish an annual production capacity of 50,000 Tons of CS2, using “Green Technology”. Speaking on the technology Mr. Modi said, “The proposed plant will have ‘Zero’ wastage discharge with no chemical contaminated water as effluent and reduced outlet gas released to atmosphere. The plant will recycle 300 cubic meter water per day & recover 135 tons steam per day from waste heat. Preliminary evaluations indicate that the project will be entitled for 25,000 tons of carbon credit per year. With this state-of-the-art green technology, charcoal will be replaced by Natural Gas and this will help us save 50,000 tons of wood per year which is equivalent to 58 sq.kms of forest.”

“Setting up of the manufacturing unit is a key strategic move to ensure consistent supply of CS2, which is a key raw material for our products such as Mancozeb. Through this backward integration, we would strengthen Indofil’s supply chain laying a great foundation for the company’s production capacity for years to come” added Mr. R. K. Malhotra, Chief Executive & President of Indofil Industries Ltd. “With this Indofil will complete an investment of approximately Rs.350 Cr in Gujarat by Mid 2013. Indofil has also acquired two more sites where it plans to set up manufacturing facilities for Agrochemicals Synthesis and Specialty Chemicals. Indofil’s total investment in Gujarat will reach over Rs.500 Cr. in the next 3-4 years. This will generate large employment directly & indirectly as many vendors have also set up their units around Dahej” concluded Mr. R. K. Malhotra.