



Gremach places \$50 million FCCB

Mumbai, December 11th, 2007: Gremach Infrastructure Equipments and Projects Limited today, announced that it has successfully placed an offering of USD 50 million 1% foreign currency convertible bonds.

Mr Rishi Raj Aggarwal, Managing Director of the Company commented: "**The successful launch of the FCCB is reflection of international investors' confidence in the growth prospects and management of the Company. The funds raised by the FCCB will provide an impetus for organic opportunities available to the Company in Oil rig business globally**".

Standard Chartered Bank acted as Sole book runner and Atherstone Capital Markets Limited acted as Financial Advisor for the FCCB. "***We believe the company has a strong business model and should be able to accelerate its growth with the closure of this bond issue. The overwhelming response of international investors demonstrates the strength in the business model of this company.***"—**Sanjay Aggarwal, Director-Atherstone Capital Markets Limited.**

The bonds have a tenor of five years and one day and are convertible into equity shares at a price of Rs 376.36 per share (At a premium of 15% over the VWAP of last 30 trading days of the shares on the BSE)

The Company intends to use the net proceeds raised for its foray in to Oil Rig Business as may be permitted by Indian law and RBI Regulation.

The FCCBs issue was oversubscribed by 60%. Bonds are expected to be listed on the Singapore Stock Exchange and the closing is likely to take place on January 22, 2008 subject to requisite approvals having being obtained.