

Fineotex Chemical IPO on Feb 23, price-band fixed at Rs 60-72

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Speciality chemicals and enzymes-manufacturer, Fineotex Chemical, plans to set-up a 13,125 metric tonnes per annum plant at Khopoli in Maharashtra which is expected to become operational by April 2012, a top company official said.

The company presently has a 5,000 metric tonnes plant at Mahape in Navi Mumbai and plans to finance its expansion programme through an IPO slated to hit the market on February 23.

"We have fixed the price-band of our IPO at between Rs 60-72. At the lower-end of the price-band, we are eyeing Rs 25.27-crore and at the upper-end, 30.32-crore,"the company's Director, Sanjay Tibrewala, told media here today.

In Mahape, land of the size the company requires is not available and besides, land prices are also high and hence, the company has zeroed-in on Khopoli for its plant, Tibrewala said.

The IPO proceeds will be used to fund the company's expansion, acquire plant and machinery and for general corporate purposes, he said, adding the investment in the plant will be around Rs 17-crore.

The company also plans to set-up a sales office in Mumbai.

"We are into value-addition and have a wide diversified portfolio of products. We make tailor-made products for our customers,"he said.

Source: PTI

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