

## Fineotex Chemical IPO opens on Feb 23

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Fineotex Chemical (FCL) is entering the capital market with a public issue of 42,11,160 equity shares for cash at a premium by 100% book building route. The price band is set at Rs 60-72 per equity share of face value of Rs 10 each.

The issue will open for subscription on February 23, 2011 and close on February 25, 2011.



Fineotex Chemical is in the business of manufacturing specialty chemicals and enzymes consumed by the textile and garment industry, leather, water treatment, construction, paper, paint, adhesives, agrochemical and other industries.

FCL's existing plant, with an installed capacity of 5,000 MT/annum, is located at Mahape in Navi Mumbai. The company proposes to set up a new manufacturing facility, at Khopoli in Maharashtra, for the production of specialty chemicals and enzymes with a capacity of 13,125 MT/annum.

Surendra Kumar Tibrewala is the promoter and Managing Director of the Company and is supported by a team of executives, headed by his son Sanjay Tibrewala, the Executive Director.

For the six months ended September 30, 2010, the company posted a total income of Rs 13.48 crore and profit after tax of Rs 2.15 crore.

The present issue is being made to raise funds for setting up of a manufacturing facility for production of specialty chemicals, setting up of sales office in Mumbai and meeting working capital requirement, public issue expenses and general corporate purpose.

Indbank Merchant Banking Services Ltd is the book running lead manager to the IPO and Hem Securities Limited is the syndicate member.

<http://www.moneycontrol.com/news/ipo-upcoming-issues/fineotex-chemi...>