

Offer for Sale by Government of India in Indian Petrochemicals Corporation Limited

IPCL ("The Company") was incorporated on March 22, 1969 under the Companies Act, 1956. The Registered Office of the Company is at P.O. Petrochemicals, Vadodara 391 346 (Gujarat), India. The contact details of the registered office of the Company are Tel: +91 265 2232761; Fax: +91 265 2266164; Email: InvestorRelations.Corpo@ipcl.co.in; Website: www.ipcl.co.in. The corporate office of the Company is at P.O. Petrochemicals Township, Vadodara 391 345 (Gujarat), India; Tel: +91 265 3067221; Fax: +91 265 3067333; Email: InvestorRelations.Corpo@ipcl.co.in

Offer for Sale of up to 59,438,774 equity shares of Rs. 10 each at a price of Rs. [•] for cash aggregating Rs. [•] million by the Government of India (hereinafter referred to as the "Offer").

The size of the Offer may be enhanced to the extent of up to 5% of the paid-up capital of IPCL viz. 12,411,282 equity shares of Rs.10 each on the terms and conditions set out in the Preliminary Sale Document

Government of India has decided to fix "FLOOR PRICE" instead of "PRICE BAND."

All references to the 'Price Band' in the Preliminary Sale Document and Bid-cum-Application Form are deemed to be modified and amended so as to reflect and give effect to the decision of Government of India to advertise a 'Floor Price'. Bidders who submit Bids in the Offer are deemed to have accepted and shall be bound by the amendment to the Preliminary Sale Document/Bid-cum-Application Form as if the same were issued based on a 'Floor Price'.

FLOOR PRICE : RS. 170 PER EQUITY SHARE OF RS.10 EACH

Government of India has decided to transfer equity shares to Retail Individual Bidders at 5% differential lower price as compared to the price for QIBs and Non Institutional Bidders

Bidders are advised to bid in lots of 35 equity shares

BOOK RUNNING LEAD MANAGERS

**Kotak Mahindra Capital
Company Limited**
Bakhtawar, 3rd Floor
229, Nariman Point
Mumbai 400 021
Tel: +91 22 5634 1100
Fax: +91 22 2284 0492

**SBI Capital Markets
Limited**
202, Maker Tower - E
Cuffe Parade
Mumbai 400 005
Tel: +91 22 2218 9166
Fax: +91 22 2218 8332

**JM Morgan Stanley Private
Limited**
141, Maker Chambers III
Nariman Point
Mumbai 400 021
Tel: +91 22 5630 3030
Fax: +91 22 2202 8224

REGISTRAR

Karvy Consultants Limited
Unit - IPCL Public Offer
Karvy House, 46 Avenue 4
Street No. 1, Banjara Hills
Hyderabad 500 034
Tel: +91 40 2332 3031
Fax: +91 40 2330 4703

For Risk Factors perceived by the Company and other details, please refer to the Preliminary Sale Document

**BID/OFFER OPENS ON FEBRUARY 20, 2004
BID/OFFER CLOSES ON FEBRUARY 27, 2004**

Ministry of Disinvestment, Government of India

davp/2003/737