

Companies

Manali Petro to set up ₹150-cr propylene glycol unit

Our Bureau | Chennai | Updated on September 23, 2020



Ashwin Muthiah, Chairman, Manali Petrochemicals - BUSINESS LINE

Expansion to be funded through internal funds

Manali Petrochemicals, part of Ashwin Muthiah's AM International Group, will set up a ₹150-crore propylene glycol (PG)

unit to tap emerging business opportunities apart from reducing import dependence significantly. The Modi's Atmanirbhar Bharat initiative.

The ₹685-crore company, the only manufacturer of PG in India, will ramp up its capacity by adding 48,000 tonnes over two phases to take the total capacity to 70,000 tonnes. The ₹150-crore expansion will be funded through internal funds without recourse to any external borrowing.

SUBSCRIBER EXCLUSIVE

News-Analysis
CHEMPLAST SANMAR
Chemplast Sanmar:
Cautious start to second...

News-Analysis
Aptus Housing Finance:
Weak listing despite...

The expansion will take place in the area adjacent to its existing unit in Manali in Chennai. After securing all approvals, the first phase project, with a capacity of 24,000 tonnes, is expected to be completed in 18-21 months. In addition to some direct jobs, the project holds potential to generate indirect jobs too.

The second phase of expansion will be taken up thereafter. The entire expansion will be handled by the in-house engineering team, thereby ensuring cost-effectiveness and frugal budget.

The annual requirement of propylene glycol in India is estimated at about 100,000 tonnes, of which about 75,000 tonnes are imported from various countries.

Strong demand seen

"There is a substantial amount of import of PG. Also, we see a sustainable strong demand for PG in food and pharma sectors. Hence, we find it appropriate to build local capacity not only to support PM's vision to reduce import dependence but also to feed growth in the two sectors," said Ashwin Muthiah, Chairman of Manali

Recommended for you

BharatPe launches '12% Club' app, eyes \$50 mn lending AUM



TN's action plan for tap water connection for all households



HC directs Kotak Mahindra Bank to ensure at least ₹1.80 crore



Not a single entity out of 348 applicants met criteria of Nidhi



Colgate-Palmolive to launch recyclable

Petrochemicals Ltd.

M Ravi, Managing Director of the company, said there was sustained demand for PG even in pre-Covid times and the decision to expand was based more on the long-term sustainability of the business. "The demand for PG has been growing at 5-7 per cent annually in India," he added.


He said the company will be able to match the import prices of PG and the expansion will only make it more competitive in the future.

Propylene glycol business accounts for about one-third of its revenue, while polyols accounts for the remaining.

Published on September 23, 2020

Follow us on Telegram, Facebook, Twitter, Instagram, YouTube and Linkedin. You can also download our Android App or IOS App.

Get more of your favourite news delivered to your inbox

 Your e-mail address

SUBSCRIBE

Manali Petrochemicals Ltd

SHARE



COMMENTS

You May Also Like

Specials

Portfolio **Premium**

BL Ink

Marketing

India File

A 200-year-old technology returns to aid EV adoption

How 'switched reluctance motors' are being brought back, mainly to advance electric mobility

Micro-smart loan: Analysing risk profiles

No matter how desirable financial inclusion is, banks are not going to lend to small-ticket, first-time ...

Regional airlines fly into rough weather

From poor applicability of policy to lack of quality manpower and capital, problems plaguing them are manifold ...

Flying cheap

India hardly has any 'low-cost' airline, there are only 'low-fare' ones

COMPANIES A B C D E F G H I J K L M N O P Q R S T U V W X Y Z

TRENDING TODAY

Stock Market

BASMATI
Labour Dispute
Cooperative Banks

TRENDING THIS WEEK

BASMATI
Labour Dispute
Cooperative Banks

Covid-19
Airlines And Aviation
Deposits

LATEST NEWS

Live Market
Tamil Nadu
Afghanistan

ISRO
Covid-19
Airlines And Aviation
Weather

SECTIONS

News

National
Science
Sports
World
Variety
Education
Real
Estate

Markets

Stocks
Forex
Commodities
Gold &
Silver
Today's
Pick
Portfolio
Tracker

Companies

Announcements
Disclosures
Results
Others

Economy

Agri
Business
Logistics
Macro
Economy
Policy
Budget
2018

Info-tech

How-To
Social
Media
Computers
&
Laptops
Mobiles
&
Tablets
Other
Gadgets

Opinion

Editorial
Columns
Letters
Books
Blogs

Useful Links

Home
Loan
Interest
Rates
Fixed
Deposit
Interest
Rates
Home
Loan
Calculator
Fixed
Deposit
Calculator

GROUP TOP TRENDS

THE HINDU

Maharashtra
Tamil Nadu
Mumbai
Karnataka

SPORTSTAR

India
East Bengal

Specials | BL Ink | Portfolio **Premium** | Marketing | Multimedia | Today's Paper | Wealth Check

Group Sites: The Hindu | இந்து தமிழ் திசை | Business Line | BL on Campus | Sportstar | Frontline | The Hindu Centre | RoofandFloor | STEP | Young World Club | Publications | eBooks | Images | Classifieds

This Site: About Us | Contacts | Privacy Policy | Sitemap | Archive | RSS Feeds | Subscription | Brand Quest | ePaper

Comments to: web.businessline@thehindu.co.in.

Copyright © 2021. THG PUBLISHING PVT LTD.

