



27th November 2019

To
Manager (CRD)
BSE Ltd. (BSE)
P.J. Towers, Dalal Street,
Mumbai 400 001

Manager (CRD)
National Stock Exchange of India Ltd. (NSE)
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai - 400051

Ref: Script Code- 516064

Script Code- ARROWGREEN

Sub: Presentation on Business Performance of the Company

Dear Sir,

With reference to captioned subject matter, please find enclosed herewith presentation on business performance of the Company.

This is for your information and records.

Thanking you,

Yours faithfully,

For Arrow Greentech Limited

A handwritten signature in black ink, appearing to read "Poonam", is written over the typed name.

Poonam Bansal
Company Secretary



ARROW GREENTECH LTD.

Corporate Office : Solitaire Corporate Park, Building No 3, Unit No 372, 7th Floor, Guru Hargovindji Marg, Chakala, Andheri (East), Mumbai 400093, Maharashtra, INDIA.
Phone: +91-22-4074 9000 • Fax: +91-22-4074 9099 • Email: contact@arrowgreentech.com • Website: www.arrowgreentech.com
Works : Plot No. 5310,531, GIDC, Ankleshwar – 392002, Gujarat, INDIA Phone : +91-2646-224743/224744 E-mail: ank@arrowgreentech.com
CIN No: L21010MH1992PLC069281



ARROW
GREENTECH LTD.
FORMERLY KNOWN AS ARROW COATED PRODUCTS LTD.

Investor Presentation – November 2019

www.arrowgreentech.com

Safe Harbor

This presentation and the accompanying slides (the “Presentation”), which have been prepared by **Arrow Greentech Limited** (the “Company”), have been prepared solely for information purposes and do not constitute any offer, recommendation or invitation to purchase or subscribe for any securities, and shall not form the basis or be relied on in connection with any contract or binding commitment what so ever. No offering of securities of the Company will be made except by means of a statutory offering document containing detailed information about the Company.

This Presentation has been prepared by the Company based on information and data which the Company considers reliable, but the Company makes no representation or warranty, express or implied, whatsoever, and no reliance shall be placed on, the truth, accuracy, completeness, fairness and reasonableness of the contents of this Presentation. This Presentation may not be all inclusive and may not contain all of the information that you may consider material. Any liability in respect of the contents of, or any omission from, this Presentation is expressly excluded.

Certain matters discussed in this Presentation may contain statements regarding the Company’s market opportunity and business prospects that are individually and collectively forward-looking statements. Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict. These risks and uncertainties include, but are not limited to, the performance of the Indian economy and of the economies of various international markets, the performance of the industry in India and world-wide, competition, the company’s ability to successfully implement its strategy, the Company’s future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company’s market preferences and its exposure to market risks, as well as other risks. The Company’s actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this Presentation. The Company assumes no obligation to update any forward-looking information contained in this Presentation. Any forward-looking statements and projections made by third parties included in this Presentation are not adopted by the Company and the Company is not responsible for such third party statements and projections.



Consolidated Highlights

Our increased capacity utilization of **Water Soluble Film** has led to double digit growth in H1FY20. However, the ramping up of capacity is slower than expected. Developing new grades has always been our motive and the management continues that journey for FY 20 as well. Recently we achieved breakthrough in the exports business in new market with one of our major client.

Fire in one of the unit in Ankleshwar Factory - Due to fire incidence in one of unit in Ankleshwar factory, certain tangible assets and inventory were damaged and destroyed. Company has taken adequate insurance cover and does not expect significant impact on financials. However, water soluble film production and sales volume in H2FY20 will be adversely affected due to this incidence.

We are setting up GMP WHO approved, state of the art manufacturing facility and R&D centre near Ahmedabad, for manufacturing our patented products in Health, Hygiene and **Pharma** sector.

Project execution is going on full pace and we expect to start commercial production in Q4 FY20. Management is in talks with major Pharma companies to consume our entire production in order to enter the sale revenue cycle at the early stage of development / production.

We have taken varied steps to revive **IP** revenue. We are in process of filing more patents and monetising of our few more patents. We expect this business to grow in the coming quarters. In a strategic move the company has decided to venture in to new international markets.

We are actively bidding for manufacturing and supply of **security products** under Govt. of India's make in India (MII) scheme and we expect in coming years our security products manufacturing facility will boost our topline and bottomline.

The investment phase for **Klenz** is over. Our modified business model for this vertical is expected to support our topline growth. We are also working on white labelling of water soluble capsules for cleaning solution.

Eco-friendly solutions (**Bioplast**) to replace toxic plastic for future generations. We are in process to grab the opportunities with ban on use of plastics. We are expecting fast movers advantage in this area as we are one of the very few companies in India that has been granted with a license (CPCB) and also having a tie up with one the leading global manufacturers of the raw material.





About the Company



Arrow Greentech in a Snapshot ...

Only Manufacturer of
Water Soluble Films in
India

01



State of the Art
Manufacturing Facility
located in Ankleshwar,
Gujarat

05

Vastly Experienced
Research &
Development Team

02

Caters to the Niche
Market

04

03

39 registered patents
across the globe



Experienced Board Of Directors



Mr. Shilpan P. Patel
Chairman & M.D



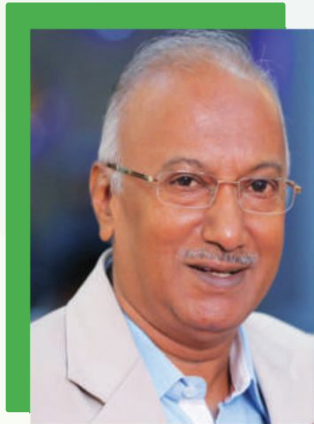
Mr. Neil Patel,
Joint Managing Director



Mr. Haresh Mehta
Independent Director



Mr. Harish Mishra
Independent Director



Mr. Dinesh Modi
Independent Director

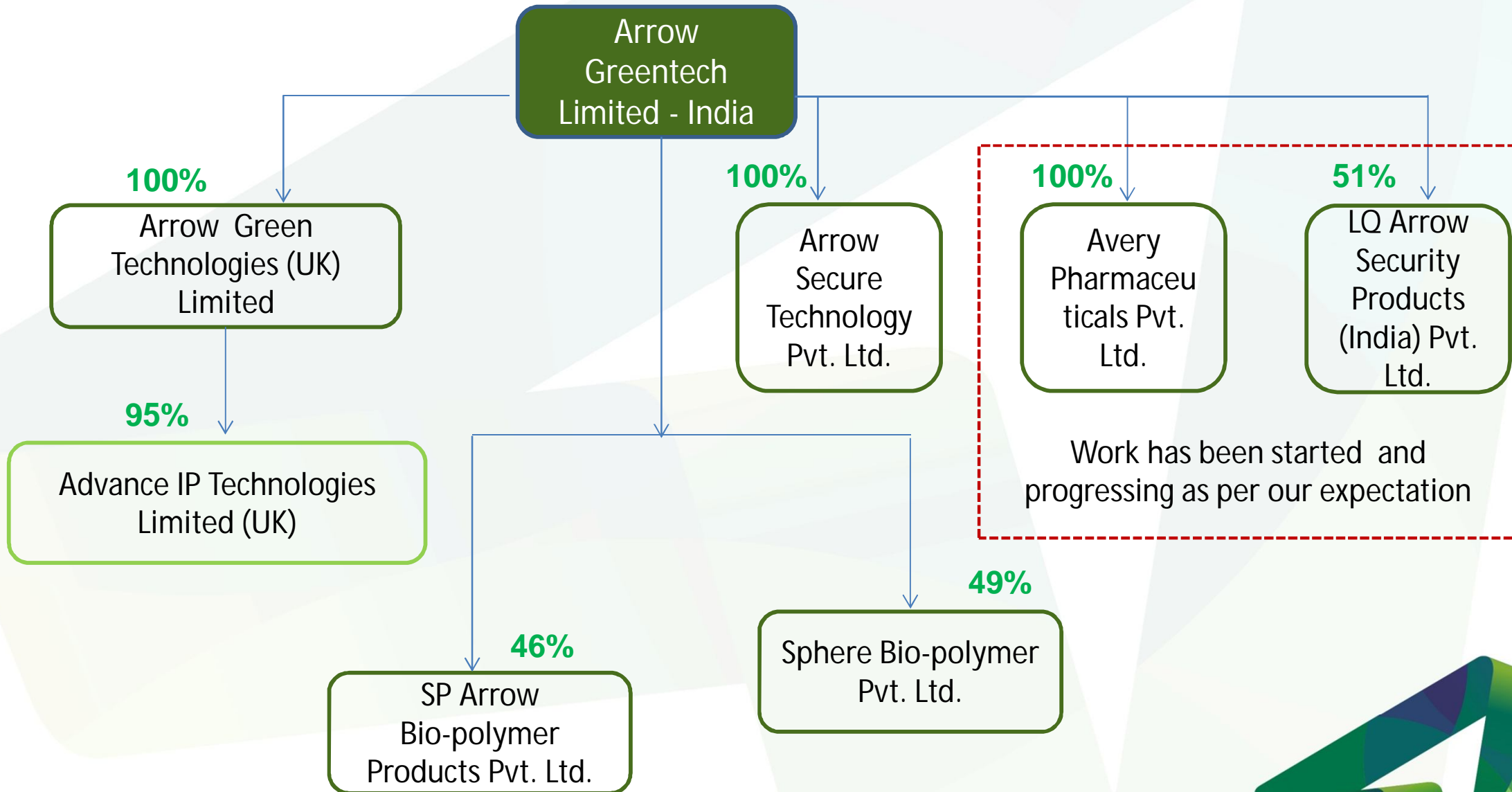


Mr. Dinkar Trivedi
Independent Director



Ms. Aradhana Singh
Independent Director





Business Overview

1 **Water Soluble Film (WSF)**
Development, Production & Marketing of Wide Range of Water Soluble Film

2 **Klenz Pro**
Arrow's Klenz Pro is the most concentrated range of hygiene, in water-soluble capsules. Does not generate plastic waste and is firmly committed to the environment

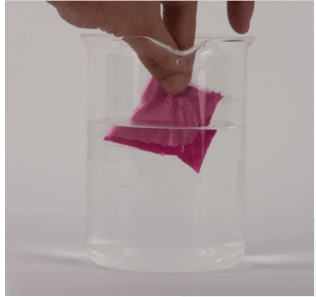
3 **Intellectual Property**
Total of 39 granted patents across the World, based on Core Technology of Water Soluble Film

4 **Bio Plast**
An eco-friendly solutions to replace toxic plastic for our future generation. This is 100% Bio-compostable, made from renewable plant resources and has a diverse range of applications such as carry bag, garbage bag and food container etc.

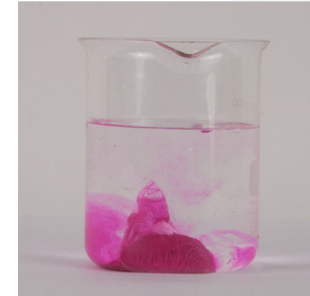
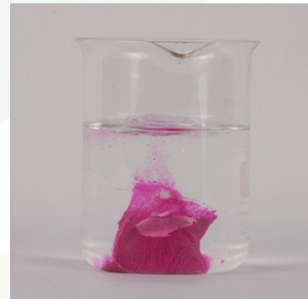
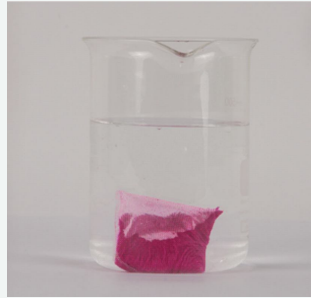
5 **Edible Film**
This is based on Water soluble film technology which allows a small quantity of Active Ingredient to be delivered in a user friendly format. This is a new drug delivery system. The Company has a patent for this product



Water Soluble Film (WSF)



Liquid Detergent
Packed in WSF



Dissolves Completely

What is WSF ?

Packaging material that is environmentally safe & fully biodegradable when disposed in water or waste

Properties of WSF

- Optimum Tensile Strength
- Flexibility for using in multiple forms of packaging
- Excellent Moisture/Heat Sealing
- Eco-friendly



Applications of WSF

Packaging Film

Safe for the environment & fully biodegradable when disposed of in water or in waste

Soap Film

Watersol Soap Strips, 'Arrow Magic Strips' are a boon for travellers for maintaining hygiene while on the move

Embroidery Film

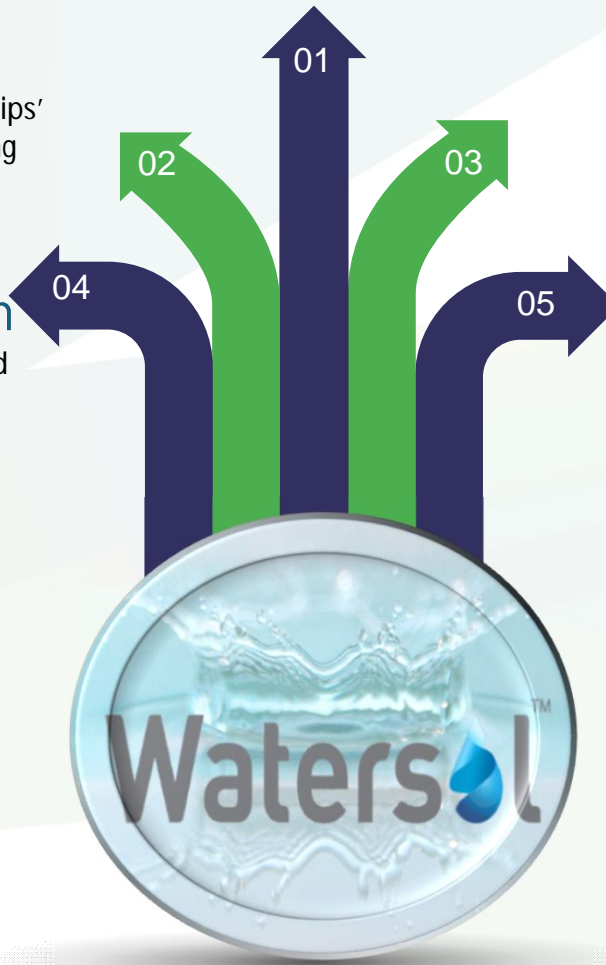
Help to avoid puckering and slipping of the fabric and make it more stable

Water Transfer Printing Film

Decoration technology that uses a specialized Watersol film that is printed with a range of natural and abstract patterns to decorate complex-shaped plastics, metals and other materials

Mould Release Film

Forms a barrier between parts and mold surfaces that are still curing. Film is resistant to solvents and yet is water-soluble



Watersol is the trademark product of Arrow Greentech Ltd.



Agrochemical Film



Cement / Dye Enzyme Film



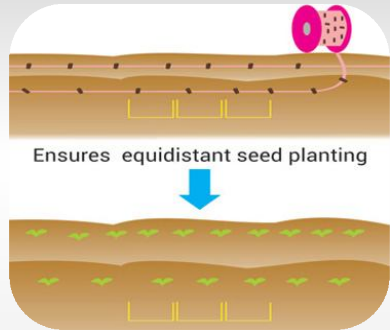
Liquid Detergents



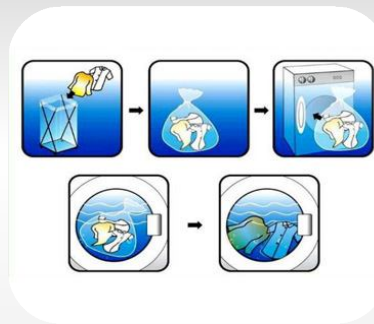
Fish Bait Film



Seed Film



Laundry Bags



Powered Detergents



Toilet Blocks





State of art Manufacturing Facilities

Ankleshwar, Gujarat : ~ 350 Km far from Bombay

Land on 99 years renewable lease from GIDC

R&D Centre with Modern Equipment's






Common Utilities and R&D available for future expansion





Presence in Europe, Asia, North & South America and Africa – mainly 3 supply points located in India, United Kingdom and South America

Wide Distribution channel to service our clients from around the world

-  – Factory
-  – Warehousing Facility
-  – Supply Zones
-  – Direct Supply
-  – Secondary Supply



Watersol™



Klänz Pro
used by professionals

BIOPLAST®

INTELLECTUAL PROPERTY

Klänz Pro
used by professionals



What is Arrow Klenz Pro?

Klenz Pro is the most concentrated range of hygiene chemicals available in India

Product Range : General Cleaning, Kitchen Cleaning, Industrial Cleaning and Laundry Cleaning

First company to successfully launch cleaning chemical in water-soluble film

Designed in collaboration with Proquimia (Spain)

Caters to Hotels, Pharmaceutical plants, Manufacturing Industry, Auto Mobile Industry, Corporate offices, Facility Management companies, Government bodies



100% ECO-FRIENDLY



High concentrated bio-degradable products
Reduced use of raw materials and packaging
Reduced use of energy on the production process
75% less CO₂ emissions during transport
No plastic packaging (water soluble pouches) and carton casing

APPLICATION COST CONTROL



Precise control over product consumption, same dosage every time
No more waste management costs

OCCUPATIONAL RISKS MANAGEMENT



Safe handling, no direct contact with chemical product
85% reduction on loading weight
Easier and more convenient (pouch dissolves in water)
Dosing system not required

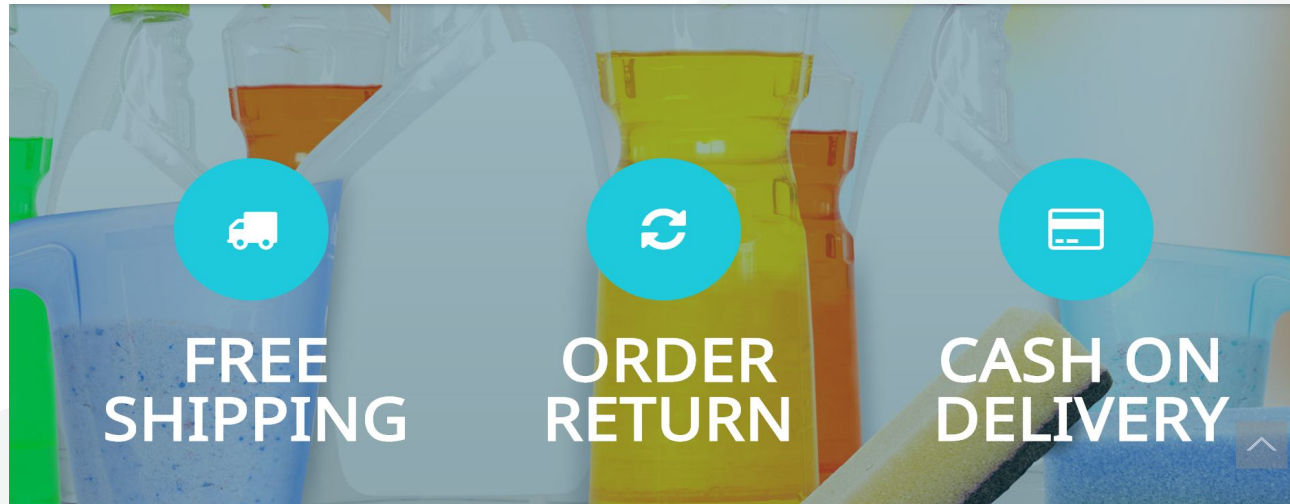
REDUCES 85% STORAGE ROOM AND TRANSPORT



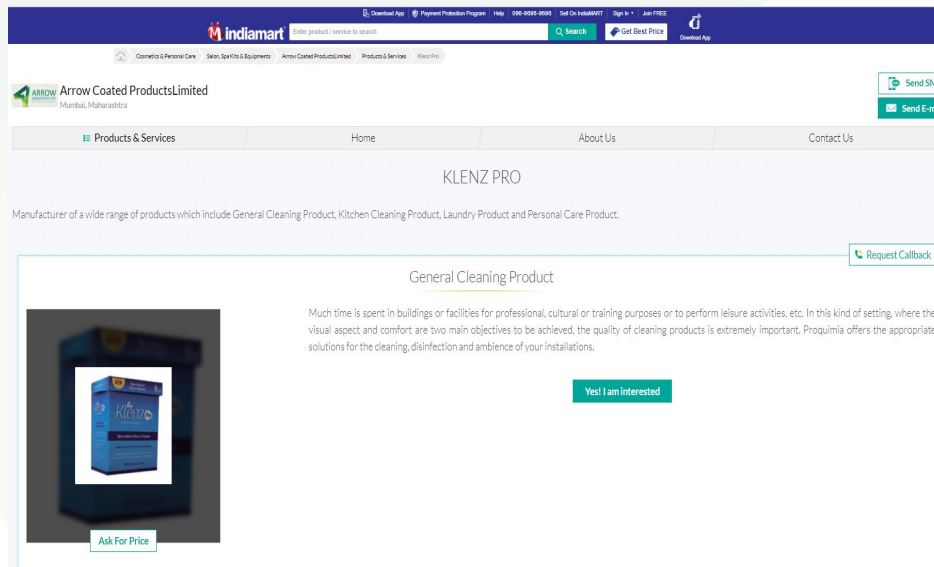
Reduced volume thanks to its high
Concentration formula

Klenz Pro Products are all compliant with European 2017 norms and have a wide range of ECO-LABELED products in the portfolio





Company's website –
http://klenzpro.com/general_cleaning.html



Our Marketing & Launch Strategy along with Quality built Products made us win the "Best Innovative Chemical Product" in to build a strong Distribution and Sales team which will help our long-term vision





Intellectual Property



Health

- Mouth Melting strips, Gel strips, Enzyme strips,
- Vitamins, Drugs, Medicine, Disinfectants and other Pharma ingredients
- For clinical setting like blood, serum, urine testing etc.

Hygiene

- Used to add Active ingredients of Detergents, Softeners, Cleaning Laundry, Dishes, Floorings, Walls, Furnitures and other Cleaning agents that are retained and remained intact for a longer time

Packaging

- Used in agronutrients such as fertilizers, urea, agrochemicals etc.
- Used for packaging for food products, liquid cement, shopping bags etc. or other biodegradable material

Security

- Used in making security labels or secure packaging of the products for identification
- Used in manufacturing of security documents such as cheques, bank notes, passport papers etc.

Printing

- Used for printing sarees, net or perforated cloth
- Used for printing paper, vinyl
- Used in printing of hoardings, one-way vision films

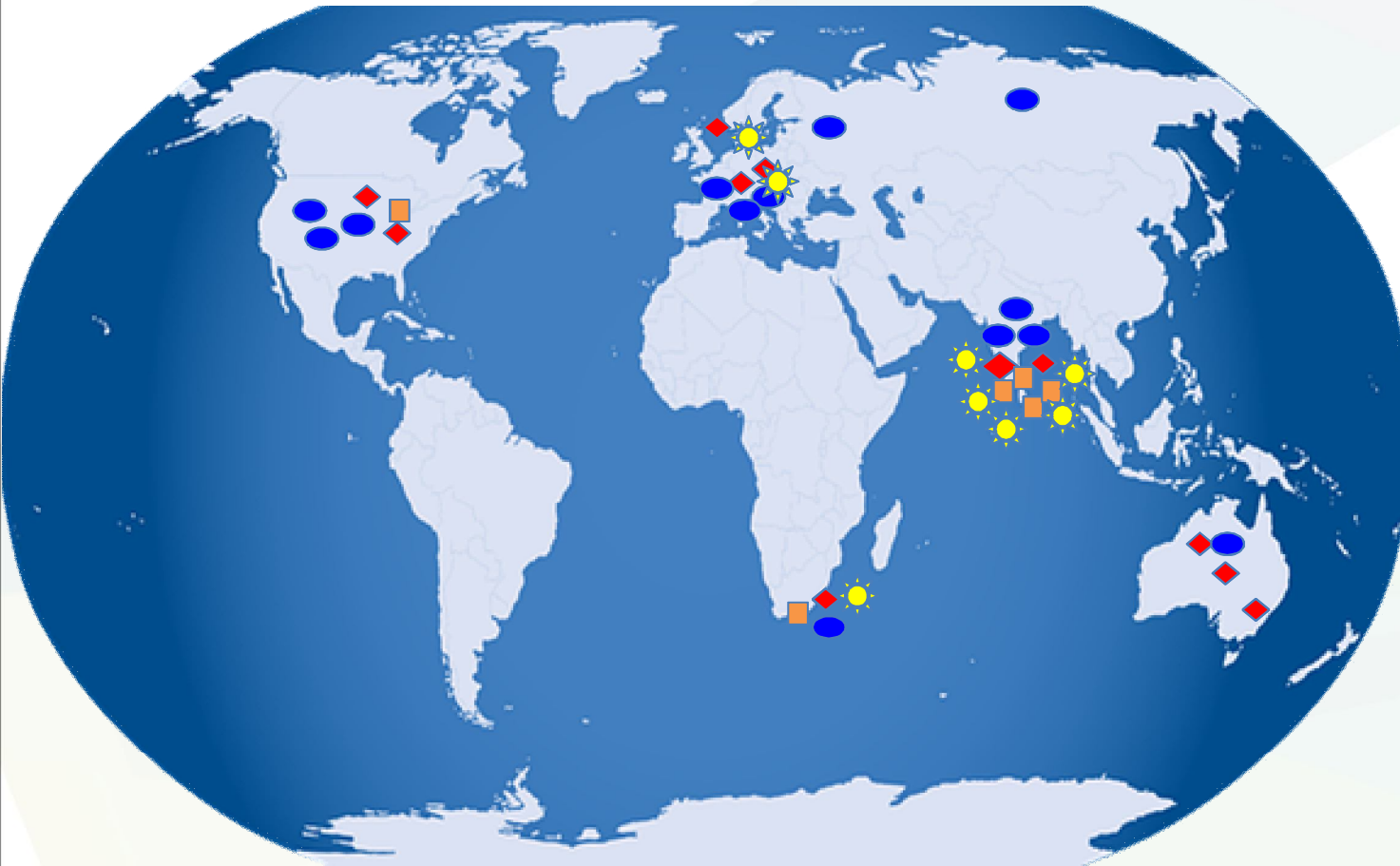
Self-Adhesive

- Used in making labels for product identification and/or advertising etc.





39 patents granted across the world



Key Granted Patents across the Globe



Region	No. of Patents Granted
India	15
Australia	4
South Africa	4
Europe	7
USA	6
UK	1
Eurasia	1
Russia	1

-  Printing - SAM
-  Security
-  Health & Hygiene
-  Packaging







BioPlast





BioPlast

 An eco-friendly green solution to replace toxic plastic for our future generation

 Replacement of Plastics packaging, made from petrochemicals

 Have in-licensed the technology for manufacturing the bioplast film from Biotec, Germany that is compliant with the European standards (EN 13432)

 Biotec's expertise in bioplastics and Arrow's water soluble film technology together could revamp the packaging with sustainable solutions

 Future proposed products such as Tea-Coffee portion packs, aluminum foil, jute hessian bags when laminated inside with bio compostable film will provide dual advantages of heat blockage inside the packaged material and sustainability





Edible Film



Edible Films

01

Technology is a relatively new development, but broadly based on water soluble film technology, which also allows small quantities of active ingredients to be delivered in a user-friendly format

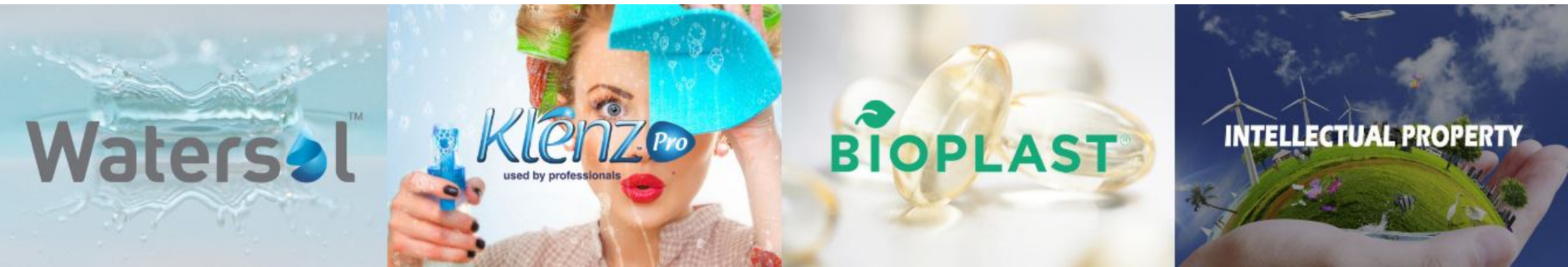
02

Edible film division will work closely with clients to create the most effective thin film product and process solutions. this patent has now been granted in several countries, including Australia, South Africa, Europe and India. This patent is still being prosecuted in the USA

03

Recently invested into our new Wholly Owned Subsidiary (WOS) Company, Avery Pharmaceuticals Private Ltd. to manufacture, produce or to otherwise deal in pharmaceuticals and other related products. Arrow's water soluble edible film foray will be limited to the use of its patented drug (Active) delivery system, using edible Water Soluble Film for many major pharmaceutical and nutraceutical companies





Strategic Benefits & Growth Opportunities

Key Entry Barriers

Product Formulation

- Special Chemistry per end use
- Customized Formulations designed for various types of parameters of WSF
- Example : Various Water Temperature, time of dissolution and types of Water – Hard, soft, Salty etc.

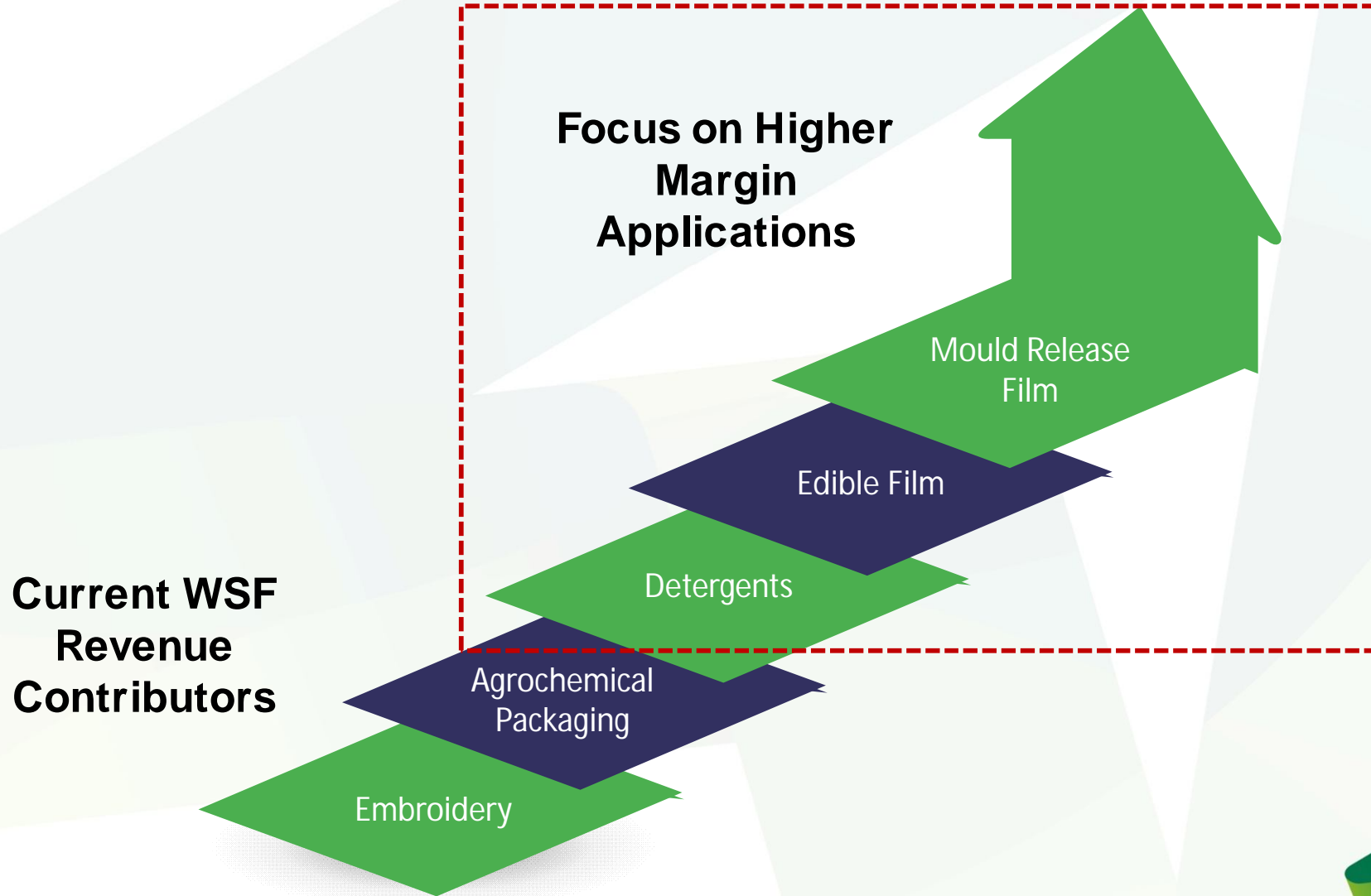
Proprietary Information

- RND outcome is privy to Arrow
- Example : Given a particular material to be packed: Under What Conditions will the WSF dissolve and the Chemical Properties of WSF once it is dissolved

Accelerated Ageing Test

- WSF goes through Accelerated Ageing test under accelerated ageing conditions. This matrix of information is vital to development of right WSF
- To help determine the long-term effects for the purpose of expected shelf life of packed product





Ban of Plastics will help grow BioPlast Business

- Our products are plasticizer-free, thermoplastic material that contains natural potato starch and other biologically sourced polymers
- The absence of plasticizer allows the material to be easily processed to manufacture products of consistent quality
- Due to its composition the material is edible, digestible, water soluble and will biodegrade readily in an industrial or domestic composting environment

Growth Drivers

Intellectual Property

- Monetize the existing Patents by selling or licensing the Patents
- R&D to develop more of Products & Processes and file New Patents

Water Soluble Film

- Focussing on high margin applications thereby moving up the value chain

Partnerships / JV's

- Partner / JV with the players in the FMCG and Pharmaceuticals to develop products for the end consumers using our Patents
- Water Soluble Film / Packaging to be provided by Arrow Greentech Film Division

KLENZ

- White labelling
- Once KLENZ reaches a sizeable turnover, we shall manufacture the chemicals ourselves



Financials

Particulars(Rs. In Lakhs)	Q2 FY20	Q1 FY20	H1 FY20	H1 FY19
Net Revenue from Operations	568.51	453.23	1021.74	1154.34
Cost of Material Consumed	112.90	90.58	203.48	275.1
Purchase of Stock-in-Trade	39.87	229.83	269.7	565.85
Change in Inventories	101.66	-58.26	43.4	-128.04
Total Raw Material	254.43	262.15	516.58	712.91
Employee Expenses	175.43	207.27	382.7	418.33
Other Expenses	298.13	255.39	553.53	714.82
EBITDA	-159.48	-271.58	-431.07	-691.72
Other Income	41.32	93.43	134.75	85.46
Depreciation	88.63	85.90	174.53	202.72
EBIT	-206.79	-264.05	-470.85	-808.98
Finance Cost	10.67	2.74	13.41	0
Profit before Tax	-217.46	-266.79	-484.26	-808.98
Tax	21.73	3.72	25.45	26.94
Profit After Tax	-239.19	-270.51	-509.71	-835.92
Other Comprehensive Income (Net of Tax)	-17.71	-112.58	-130.29	107.29
TOTAL COMPREHENSIVE INCOME	-256.90	-383.09	-640.00	-728.63
EPS (Rs.)	-1.99	-2.26	-4.25	-7.03

Particulars(Rs. In Lakhs)	Q2 FY20	Q1 FY20	H1 FY20	H1 FY19
Net Revenue from Operations	800.86	660.23	1461.09	1663.21
Cost of Material Consumed	112.89	90.58	203.47	275.11
Purchase of Stock-in-Trade	39.88	229.82	269.7	573.76
Change in Inventories	96.81	-61.26	35.55	-103.64
Total Raw Material	249.58	259.14	508.72	745.23
Employee Expenses	162.86	194.33	357.19	399.13
Other Expenses	261.29	226.54	487.83	636.12
EBITDA	127.13	-19.78	107.35	-117.27
Other Income	129.13	36.77	165.9	333.74
Depreciation	77.51	80.79	158.3	185.76
EBIT	178.75	-63.8	114.95	30.71
Finance Cost	3.7	2.74	6.44	0
Profit before Tax	175.05	-66.54	108.51	30.71
Tax	21.73	3.72	25.45	26.94
Profit After Tax	153.32	-70.26	83.06	3.77
Other Comprehensive Income (Net of Tax)	-0.47	-0.47	-0.94	-1.33
TOTAL COMPREHENSIVE INCOME	152.85	-70.73	82.12	2.44
EPS (Rs.)	1.31	-0.6	0.71	0.03

Consolidated Balance Sheet

EQUITY AND LIABILITIES	Sep-19	Mar-19
EQUITY		
Equity Share Capital	1174	1174
Other Equity	5900	6612
Shareholder's Funds	7074	7786
Non Controlling Interest	152	163
LIABILITIES		
Non-current liabilities		
Provisions	18	16
Borrowings	440	4
Deferred Income tax liabilities	38	37
Other Non - Current liabilities	138	0
Total - Non Current liabilities	634	57
Current Liabilities		
Financial Liabilities		
Trade payables	181	343
Other financial liabilities	573	256
Provisions	18	13
Other Current liabilities	36	38
Total Current liabilities	809	649
TOTAL - EQUITY AND LIABILITIES	8669	8656

ASSETS	Sep-19	Mar-19
Non - Current Assets		
Property, plant and equipment	2044	2111
Capital Work in Progress	717	144
Investment Property	14	14
Intangible Assets	302	158
Intangible Assets Under development	86	98
Financial Assets		
Investments	1335	1660
Loans	69	45
Other Financial assets	22	64
Tax assets (net)	110	117
Other non-current assets	870	673
Total - Non-current Assets	5569	5084
Current assets		
Inventories	518	589
Financial Assets		
Trade receivables	561	760
Cash and Cash equivalents	1301	1770
Bank balances other than cash and cash equivalents	259	64
Loans	1	10
Other Financial assets	16	2
Other current assets	443	376
Total Current Assets	3100	3571
TOTAL - ASSETS	8669	8656

Standalone Balance Sheet

EQUITY AND LIABILITIES	Sep-19	Mar-19
EQUITY		
Equity Share Capital	1174	1174
Other Equity	3620	3613
Shareholder`s Funds	4794	4787
LIABILITIES		
Non-current liabilities		
Provisions	18	16
Borrowings	440	0
Deferred Income tax liabilities	37	36
Other Non - Current liabilities	19	0
Total - Non Current liabilities	514	53
Current Liabilities		
Financial Liabilities		
Trade payables	227	308
Other financial liabilities	536	269
Provisions	18	13
Other Current liabilities	23	33
Total Current liabilities	805	624
TOTAL - EQUITY AND LIABILITIES	6114	5463

ASSETS	Sep-19	Mar-19
Non - Current Assets		
Property, plant and equipment	1127	1147
Capital Work in Progress	180	64
Investment Property	14	14
Intangible Assets	195	157
Intangible Assets Under development	43	56
Investment in Subsidiaries and Associates	54	54
Financial Assets		
Investments	868	1170
Loans	1094	471
Other Financial assets	22	16
Tax assets (net)	68	74
Other non-current assets	688	270
Total - Non-current Assets	4354	3491
Current assets		
Inventories	487	550
Financial Assets		
Trade receivables	502	704
Cash and Cash equivalents	181	302
Bank balances other than cash and cash equivalents	259	64
Loans	1	10
Other Financial assets	2	1
Other current assets	327	341
Total Current Assets	1759	1972
TOTAL - ASSETS	6114	5463

For further information, please contact

Arrow Greentech Limited
CIN: L21010MH1992PLC069281
Ms. Poonam Bansal
poonam@arrowgreentech.com
www.arrowgreentech.com

THANK YOU

