



My Dear Praj Shareholders,

On the onset of Diwali, the festival of lights, I wish you and your family abundant happiness, good health, and prosperity.

This midyear, I am pleased to share some key developments and highlights from Praj.

Currently the world is facing extreme weather events exacerbated by decades of exploitation of non-renewable resources and high carbon emissions. The situation has become further complicated by growing geopolitical tensions, particularly in Europe, and the Middle East. Countries across the globe have realized the need for accelerating clean energy transitions to mitigate further environmental damage and enhance their energy security.

With the growing need for sustainable development, mainstreaming of the Bioeconomy has become imperative. Your company, with its technology driven innovative solutions, is in the forefront of catering to several business opportunities that are unfolding under the energy transition movement.

Last year we shared our vision of becoming the **global leader in Bioeconomy** and had also elaborated on our growth aspirations. I am very happy to share that your company is working on different initiatives and is progressing well on its envisioned growth path.

Earlier this month, Praj's as well as India's **first-of-its-kind Demo Facility** for production of **Biopolymers** was inaugurated by Hon'ble Union Minister of Science & Technology, Govt of India. The facility showcases production capacities of 100 tons per annum (TPA) for Lactic Acid, 60 TPA for Lactide, equivalent to 55 TPA for polylactic acid (PLA). The recent announcement of the government's approval to BioE3 Policy for Fostering High Performance Biomanufacturing is very progressing step in mainstreaming bio-based products/materials.

On the **Global Biofuels Alliance** front, we expect significant activities to get underway during **COP 29** event in Baku (Azerbaijan) in the next month. I am pleased to share that Praj is invited to be part of this event as a leading technology partner. This only reiterates Praj's growing technology prowess on the global front.

You will be pleased to know that your company has reported a healthy performance in the first half of FY 25. Our business is growing in multiple dimensions with healthy order and enquiry inflows from Bioenergy, Energy Transition, services and engineering verticals from both domestic and international markets.

While India's **EBP 20 program** is on track, food ministry has already approached the NITI Aayog to prepare a road map for **25% blending** that will create further demand for ethanol. The CBG ecosystem is developing positively with several elements aligning for driving future growth. Your company has received first order for plant exclusively based on Napier grass as also its first international order for Biogas Desulfurization from Philippines.

In the **international market**, South America region is looking very promising with strong traction from Brazil, Argentina and Paraguay for Corn Ethanol. Brazil has legislated "Fuel of the Future" law that will increase the default ethanol blending from 27% to 30%. Argentina, Panama are looking to increase the ethanol blending while Africa has announced Ethanol for Clean cooking initiative. There is also increasing traction on Sustainable Aviation Fuel (SAF) related projects on ATJ pathway. All these developments augur well for your company and will translate into a significant business opportunity in the near future.

Our **new manufacturing facility in Mangalore** is undergoing audits by our customers and has already received approvals from four of the leading global EPC companies. Our dialogues with leading solutions providers in the ETCA space for modularized solutions have progressed well and will lead to healthy order book in second half of this year.

Overall, the business outlook is very promising, and I am confident that your company has a very bright future ahead.

Our best wishes to you and your dear ones during this happy festive season.

शुभ दीपावली.

Sincerely,

