



PRESS RELEASE

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L&T bags USD 60 million order in Saudi Arabia

Mumbai, October 10, 2007: Larsen & Toubro Limited (L&T), India's leading engineering, technology and construction company, has been awarded an order worth around USD 60 million from Methanol Chemicals Company (CHEMANOL) in Saudi Arabia. This E&P (Engineering & Procurement) order involves setting up high technology Methyl Amines & Dimethyl Formamide plants.

Chemanol (earlier known as Saudi Formaldehyde Chemical Company Limited) is a private sector enterprise, operating grass roots, second-generation petrochemical complex located in the Al Jubail Industrial City, Saudi Arabia, manufacturing formaldehyde and its derivative products.

Davy Process Technology, UK (DPT), has provided the process technology for the 50,000 MTPA Methyl Amines and 60,000 MTPA Dimethyl Formamide plants incorporating advance design elements and elaborate environment control measures.

L&T's scope of work comprises residual process design, detailed engineering, project management and procurement of the equipment and materials for the plant. L&T will also provide the technical services for the erection and commissioning of the plant.

L&T is already executing 700 tonnes per day (TPD) of methanol and 100 TPD of carbon monoxide plant for Chemanol as part of its backward integration project. Both Methanol and Co are raw materials for the Methyl Amines and DMF plant. L&T's proven EPC capabilities will ensure timely completion and successful commissioning of this integrated complex meeting international standards.

Background:

Larsen & Toubro Limited is a USD 5 billion technology, engineering and construction company, with global operations. It is one of the largest and most respected companies in India's private sector.

A strong, customer-focussed approach and the constant quest for top-class quality have enabled L&T to attain and sustain leadership in its major lines of business over seven decades.