

BHARAT FORGE

Date: February 15, 2017

To,

BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001
BSE SCRIP CODE – 500493

National Stock Exchange of India Ltd.,
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East)
Mumbai- 400 051
Symbol: **BHARATFORG**
Series: EQ

Dear Sir,

Re: Kalyani Group and Israel Aerospace Industries to incorporate a JV in India to Manufacture Specific Air Defense Systems

Subject: Press Release

This is to inform you that Kalyani Strategic Systems Limited, a subsidiary of Bharat Forge Limited and Israel Aerospace Industries Limited has signed a Memorandum of Understanding to incorporate a Joint Venture Company in India.

A press release in this regard is enclosed.

Request you to take the same on record.

Thanking you,

Yours faithfully,
For Bharat Forge Limited

Tejaswini Chaudhari
Dy. Company Secretary



Enclosures: Press Release



KALYANI
GROUP COMPANY

PRESS RELEASE

Bangalore, 15th February 2017

**Kalyani Group and Israel Aerospace Industries to incorporate a JV
in India to Manufacture Specific Air Defense Systems**

Kalyani Strategic Systems Ltd. (KSSL), the defense arm of Kalyani Group and Israel Aerospace Industries, Ltd. (IAI) signed a Memorandum of Understanding (MOU) to incorporate a Joint Venture Company (JVC) in India. As part of the MOU IAI and KSSL are aiming to expand their presence in the Indian defense market and to Build, Market and Manufacture specific Air Defense Systems and Ground to Ground & Ground to Sea Munitions.

The MOU was signed in Bangalore, India, at the Aero-India exhibition by Joseph Weiss, IAI's President and CEO and Baba Kalyani, Chairman Kalyani Group.

The MOU is the first step of a process to establish a JVC between the two companies. The JVC will integrate strategic state-of-the-art defense systems for the Indian MOD in accordance with the Indian Government's 'Make in India' policy.

Baba Kalyani, Chairman Kalyani Group said "The joint venture company will combine IAI's advanced technology, knowledge and experience as an OEM with world class design, development and manufacturing capabilities of the Kalyani Group. The joint venture will provide indigenously manufactured solutions in niche technology areas of defense sector, thereby furthering the 'Make in India' initiative of the government".

Joseph Weiss, IAI's President and CEO said: "We are excited to announce the next step in our partnership in India, one of IAI's leading markets. This collaboration brings together the manufacturing and technology excellence of two leading companies and we hope we can continue with our partners at KSSL to spread our footprint in India and to continue our vast work with the 'Make in India' policy".

Rajinder Singh Bhatia, President & CEO, Defence & Aerospace, Kalyani Group said: "Kalyani Group's manufacturing competence is well suited to complement IAI's products in niche segments. Together, we shall provide the most advanced solutions to our armed forces".

Boaz Levi, Executive Vice President and General Manager of Systems, Missiles & Space Group said: "IAI's missiles and space Group has long relations in the Indian defense forces and industries and we are happy to join hands with Kalyani Group, one of India's leading companies to explore future opportunities for both countries strength".



About Kalyani Strategic Systems, Ltd. (KSSL) and Kalyani Group

KSSL is the principal company of the Kalyani Group formed for undertaking defense & aerospace business initiatives by leveraging the Groups' renowned and distinguished design, engineering and manufacturing expertise.

Kalyani Group is a 2.5 billion USD multinational conglomerate with high technology, engineering and manufacturing capability across critical sectors such as Defence & Aerospace, Engineering Steel, Automotive, Industrial, Renewable Energy, Urban Infrastructure and Specialty Chemicals. With end-to-end capability and global manufacturing footprint, the group has annual turnover of 12,000 Crores. The group has been a flag bearer of 'Make in India' across sectors including Defence and Aerospace.

About Israel Aerospace Industries:

IAI Ltd. is Israel's largest aerospace and defense company and a globally recognized technology and innovation leader, specializing in developing and manufacturing advanced, state-of-the-art systems for air, space, sea, land, cyber and homeland security. Since 1953, the company has provided advanced technology solutions to government and commercial customers worldwide including: satellites, missiles, weapon systems and munitions, unmanned and robotic systems, radars, C4ISR and more. IAI also designs and manufactures business jets and aerostructures, performs overhaul and maintenance on commercial aircraft and converts passenger aircraft to refueling and cargo configurations.