

KALYANI STEELS

C.I.N. : L27104MH1973PLC016350

KSL:SEC:

December 26, 2014

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai – 400 001
Attn. : Mr. Sanjeev Kapur, General Manager
DCS-CRD
Scrip Code : 500235

National Stock Exchange of India Limited

Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051
Attn. : Mr.K. Hari, Vice President
Scrip Symbol : KSL

Dear Sir,

After the announcement of slump sale of Special & Alloy Steel business of Mukand Limited (Mukand), having an installed capacity of 3,70,000 MT per Annum, as a going concern to a subsidiary Company, our shareholders have started calling us and raising inquiries about the effect of the same on Kalyani Steels Limited (KSL).

KSL and Mukand operate under a production sharing agreement at Hospet. This plant will continue to operate in its current form in the foreseeable future and we would like to clarify that we are not going into any expansion, augmentation, extension of capacity or any sort of amalgamation with the proposed subsidiary company of Mukand Limited and hence will not have any impact on the production sharing arrangement with Mukand Limited.

However, expansions if any, in future, will be undertaken by Kalyani Steels Limited independently.

This is for your information.

Thanking you,

Yours faithfully,
For KALYANI STEELS LIMITED


MRS.D.R. PURANIK
COMPANY SECRETARY
e-mail : puranik@kalyanisteels.com



KALYANI
GROUP COMPANY