

Dated 17/1/2012.

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| To<br>Dept. of Corporate Services,<br>Bombay Stock Exchange Limited<br>P J Towers, Dalal Street,<br>Fort, MUMBAI - 400001<br><br>Fax: +91 - 22- 2272 2037 / 39 / 41<br>+91 22 2272 3121 / 3719 / 1557 | To<br>National Stock Exchange of India Limited<br>"Exchange Plaza",<br>Bandra Kurla Complex,<br>Bandra (E), MUMBAI - 400051<br><br>Fax: +91 22 2659 8237 / 38 ,<br>+91 22 2659 8347 / 48 |
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Dear Sir,

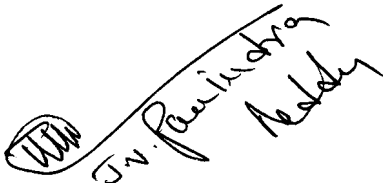
Sub: - Disclosure under Regulation 31(1) and 31(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulation 2011

Ref: - KNR Constructions Limited, BSE Code No. 532942

With reference to the above please find attached herewith disclosure under Regulation 31(1) and 31(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulation 2011.

This is in reference to creation of pledge on 190,000 Equity Shares in favour of Aditya Birla Finance Limited.

This is for your information and records



J V PANINDRA REDDY

One of the Promoters of KNR Constructions Limited

Format for disclosure by the Promoter(s) to the Stock Exchanges and to the Target Company for encumbrance of shares / invocation of encumbrance / release of encumbrance, in terms of Regulation 31(1) and 31(2) of SEBI ( Substantial Acquisition of Shares and Takeovers) Regulations, 2011

|                                                                                                               |                                                                                       |
|---------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------|
| Name of the Target Company (TC)                                                                               | KNR CONSTRUCTIONS LIMITED                                                             |
| Name of the Promoter(s) on whose shares encumbrance was created / invoked / released ( tick the relevant one) | J V PANINDRA REDDY                                                                    |
| Date of reporting                                                                                             |                                                                                       |
| Names of the Stock exchanges where the shares of the target Company are listed                                | Bombay Stock Exchange Limited (BSE)<br>National Stock Exchange of India Limited (NSE) |

Details of the Promoters' Holding:

(The term "event" indicates creation / invocation/release of encumbrance, as the case may be)

| Promoter(s) or PACs with him | Pre-event Holding |                          | Details of event pertaining to the encumbrance |                                                                | Post event holding (encumbered shares to be excluded) |                          | (*) Details of encumbrance ( Pledge / lien or others – give details)                                                                               |
|------------------------------|-------------------|--------------------------|------------------------------------------------|----------------------------------------------------------------|-------------------------------------------------------|--------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------|
| Names                        | Number            | % of total share capital | Type (Creation / invocation / release)         | Dates                                                          | Number                                                | % of total share capital |                                                                                                                                                    |
| J V PANINDRA REDDY           | 14,52,835         | 5.166 %                  | Creation                                       | Execution Date<br>12/1/2012<br><br>Confirmed Date<br>17/1/2012 | 12,62,835                                             | 4.490 %                  | Aditya Birla Finance Limited<br><br>Pledge created on 190,000 Equity Shares<br><br>(Total Shares pledge including the above 640,000 Equity Shares) |

(\*) Details shall include the details regarding the person(s) on whose favour the encumbrance has been created and other important features of such encumbrance.

SIGNATURE OF THE AUTHORISED SIGNATORY

Place: Hyderabad

Date: 17/1/2012