

KEL/SEC/SKC/9/2014

September 1, 2014

National Stock Exchange of India Ltd

Exchange Plaza, 5th Floor
Plot NoC/1, G Block
Bandra-Kurla Complex
Bandra East
Mumbai – 400 051

SECURITY CODE. KARMAENG

Sub : **Declaration of Voting Results / Submission of the Scrutinizers Report
in Respect of Resolutions Polled by Postal Ballot**

Sirs,

Enclosed please find herewith the Results of the voting declared by the Chairman in respect of Special Resolutions polled by Postal Ballot / e-voting.

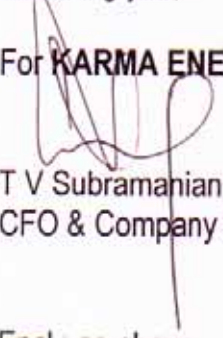
The Chairman has declared that all the resolution polled have been passed with requisite majority.

A copy of the Scrutinizers Report is also enclosed along with.

Kindly find the same in order and acknowledge the receipt.

Thanking you,

For **KARMA ENERGY LIMITED**



T V Subramanian
CFO & Company Secretary

Encl : as above

Results of the Postal Ballot Voting

1	Date of Notice of the Postal Ballot	May 27, 2014
2	Cut-off Date for reckoning voting rights	June 20, 2014
3	Total No. of Shareholders as of Cut-off date	8475 shareholders
4.	Date of Declaration of Result of Postal Ballot	September 1, 2014
5A.	No. of valid postal Ballot forms received	
		Special Resolution No.1 Special Resolution No. 2 Special Resolution No.3
i)	Promoter and Promoter Group	19 19 19
ii)	Public	126 126 126
5B.	No. of valid e-votes received	
i)	Promoter and Promoter Group	0 0 0
ii)	Public	18 18 18

In Respect of Agenda item No.1 of the Postal Ballot Notice

Details of the Agenda : Creation of Charge, hypothecation / Mortgage on assets of the Company

Resolution Required : Special

Mode of Voting : Postal Ballot / E-voting

Promoter / Public	No. of Shares held	No. of votes polled	% of votes polled on outstanding shares	No. of Votes – in favour	No. of votes - against	% of votes in favour on votes polled	% of votes against on votes polled
	(1)	(2)	(3) = [(2) / (1)]*100	(4)	(5)	(6) = [(4)/(2)]*100	(7)=[(5)/(2)]*100
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0.00	0	0	0.00	0.00
Public – Others	2936717	67682	2.30	62525	5157	92.38	7.62
Total	11569918	6967613	60.22	6962456	5157	99.93	0.07

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Results :

Percentage of Votes cast in favour : 99.93 %

Percentage of votes cast against : 0.07 %

Declared as passed with Requisite majority

In Respect of Agenda item No.2 of the Postal Ballot Notice

Details of the Agenda : To make investments, provide loans, guarantees and securities beyond the prescribed limits

Resolution Required : Special

Mode of Voting : Postal Ballot / E-voting

Promoter / Public	No. of Shares held	No. of votes polled	% of votes polled on outstanding shares	No. of Votes – in favour	No. of votes - against	% of votes in favour on votes polled	% of votes against on votes polled
	(1)	(2)	(3) = [(2) / (1)]*100	(4)	(5)	(6) = [(4)/(2)]*100	(7)=[(5)/(2)]*100
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0.00	0	0	0.00	0.00
Public – Others	2936717	67666	2.30	61689	5977	91.17	8.83
Total	11569918	6967597	60.22	6961620	5977	99.91	0.09

Results :

Percentage of Votes cast in favour : 99.91 %

Percentage of votes cast against : 0.09 %

Declared as passed with Requisite majority

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In Respect of Agenda item No.3 of the Postal Ballot Notice

Details of the Agenda : Transaction with related parties under Section 188 of the Companies Act, 2013

Resolution Required : Special

Mode of Voting : Postal Ballot / E-voting

Promoter / Public	No. of Shares held	No. of votes polled	% of votes polled on outstanding shares	No. of Votes – in favour	No. of votes - against	% of votes in favour on votes polled	% of votes against on votes polled
	(1)	(2)	(3) = [(2) / (1)]*100	(4)	(5)	(6) = [(4)/(2)]*100	(7)=[(5)/(2)]*100
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0.00	0	0	0.00	0.00
Public – Others	2936717	67573	2.30	58647	8926	86.80	13.21
Total	11569918	6967504	60.22	6958578	8926	99.87	0.13

Results :

Percentage of Votes cast in favour : 99.87 %

Percentage of votes cast against : 0.13 %

Declared as passed with Requisite majority

For **KARMA ENERGY LIMITED**


Dharmendra G. Siraj
Chairman

Place : Mumbai

Date : September 1, 2014

SCRUTINIZER'S REPORT

August 30, 2014

The Chairman
Karma Energy Limited
214, Empire House,
Dr. D. N. Road,
Ent. A. K. Nayak Marg, Fort,
Mumbai - 400 001

Dear Sir,

Subject: Passing of resolutions through Postal Ballot

Report to the Chairman of the Board of Directors of Karma Energy Limited, a Company incorporated under the Companies Act, 1956 and having its Registered Office at 214, Empire House, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400 001 (hereinafter referred to as "KEL" or 'the Company') on the POSTAL BALLOT conducted by the Company:

- 1) Pursuant to the resolution passed by the Board of Directors of Karma Energy Limited (KEL) on May 27, 2014, I have been appointed as a scrutinizer to receive, process and scrutinize the Postal Ballot papers in respect of the following Special Resolutions:
 - i. Under Section 180 (1)(a) of the Companies Act, 2013 for providing security in connection with the borrowings of the Company by creation of charge, hypothecation / mortgage on the assets of the Company as circulated in the Postal Ballot notice dated 27th May, 2014.
 - ii. Under Section 186 of the Companies Act, 2013 to make investments, provide loans, guarantees and securities beyond the prescribed limits as circulated in the Postal Ballot notice dated 27th May, 2014.
 - iii. Under Section 188 of the Companies Act, 2013 for entering into transactions with related parties circulated in the Postal Ballot notice dated 27th May, 2014.



- 2) To enable wider participation of shareholders, pursuant to the provision of Section 108 of the Companies Act, 2013 and the Rules framed there under vide Companies (Management and Administration) Rules, 2014 and pursuant to SEBI's circular no. CIR/CFD/DIL/6/2012 dated 13th July, 2012 as amended by its circular CIR/CFD/POLICYCELL/2/2014 dated 17th April, 2014, Companies listed on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE), required to provide e-voting facility to their shareholders on all resolution to be passed at General Meetings or through Postal Ballot. Since KEL falls within the requirements as specified in the Companies Act, 2013 and the above mentioned circular of SEBI, e-voting which has been made applicable, the Company has provided for the same.
- 3) KEL accordingly made arrangements with System Provider NSDL for providing a system of recording votes of the shareholders electronically through e-voting. The Company has accordingly made arrangements through its Registrar and Share Transfer Agent, Bigshare Services Private Limited (hereinafter referred to as "RTA or BSPL") to set up e-voting facility on the NSDL e-voting website <http://www.evoting.nsdl.com>.
- 4) KEL through RTA has also uploaded the resolution together with the explanatory statement on which e-voting is required and for generating Electronic Voting Event Number (EVEN) by the system provider. All the necessary formalities in compliance with the requirements specified by NSDL, have been done by the Company. Necessary instructions in this regard to be followed by the shareholders have also been duly mentioned in the Postal Ballot notice dated 27th May, 2014 sent to the shareholders by email, who had registered their email-ids with Company and by post to 8,475 shareholders. The Register of Members and the List of beneficiary owners as on 20th June, 2014 was made available by the Depositories viz., National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), for the purpose of despatch of Postal Ballot notice.

5)

Reference to the Companies Act, 2013	Type and Description of the Special Resolution
Special Resolution pursuant to section 180(1)(a) and other applicable provisions if any, of Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in course.)	Special Resolution pursuant to section 180(1)(a) of the Companies Act, 2013 for selling, leasing or disposing of undertaking of the Company and creation of charge/ mortgage over the assets/ properties of the Company, present and future, in respect of borrowings of the Company.



Special Resolution pursuant to section 186 and other applicable provisions if any, of Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in course.)	Special Resolution pursuant to section 186 of the Companies Act, 2013 for making investments; and providing loans, guarantees and securites to any person or other body corporate upto an amount not exceeding Rs. 300.00 Crores.
Special Resolution pursuant to section 188 and other applicable provisions if any, of Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in course.)	Special Resolution pursuant to section 188 of the Companies Act, 2013 for authorizing the Board of Directors or any of its Committees to enter into related party transactions upto an amount of Rs. 300.00 Crores.

6. I report that the Postal Ballot notice dated 27th May, 2014 under Section 110 of the Companies Act, 2013, read with Rule 22 under the Chapter on "Management and Administration" as notified by MCA on 27th March, 2014 were dispatched to the shareholders, by Registered Post / courier along with self-addressed pre-paid Business Reply Envelope on or before 22nd July, 2014.
7. In addition to the above, Postal Ballot notices were also sent via electronic mode by NSDL to the shareholders whose email id's are registered with the Depository Participants as per the data downloaded from the NSDL / CDSL as on 20th June, 2014 (cut-off date). I further report that as stated in the Notice sent to the shareholders, the Company has fixed 6:00 p.m. on Wednesday, 27th August, 2014 as the last date for receipt of Postal Ballots and 5:00 p.m. on Wednesday, 27th August, 2014 for E-voting.
8. As stated in sub-rule 3 of Rule 20 under the Chapter on "Management and Administration" as notified by MCA on 27th March, 2014 an advertisement was published by the Company in Business Standard, English Newspaper and Tarun Bharat, Marathi Newspaper, on 23rd July, 2014 informing about the completion of despatch of the Postal Ballot notices.



9. I report that I have received the Postal Ballot forms from the shareholders during the period commencing from Monday, 28th July, 2014 to Wednesday, 27th August, 2014. All the Postal Ballot forms together with all votes casted by e-voting through NSDL received up to 6:00 p.m. Wednesday, 27th August, 2014, being the last date fixed by the Company for receipt of Postal Ballot forms/ e-voting, were considered for my scrutiny.
10. The Postal Ballot forms received at the Company's address in the name of the Scrutinizer were opened and taken up for scrutiny by me. This process was carried out on a weekly basis. During the course of scrutiny of Postal Ballot forms I have not come across any mutilated Postal Ballot forms.
11. Since E-voting facility was provided by NSDL the details of the E-voting exercised by the shareholders as also the votes exercised through Postal Ballots, were duly scrutinized, processed and compiled. The details of the E-voting was provided by the system provider, and the compilation of the Register, in respect of Postal Ballots containing the statement of shareholders names, folio number, number of shares held, number of votes exercised, votes in favour, votes against and those votes which were rejected have been duly scrutinized.
12. On scrutiny, I report that out of 8,475 shareholders, 18 Shareholders have exercised their vote through e-voting and 152 shareholders have exercised their votes through Postal Ballot forms as received. The details of polling results for the item placed for consideration by the shareholders are given below:

A. Postal Ballot	No. of votes
Number of Forms received from Members	152
Number of Forms rejected/ not considered for reasons as stated below:-	7
a. Not signed	1
b. Signature mismatch	0
c. Not voted	6
d. Nil Account	0
e. Voted under both postal ballot and evoting	0
Number of valid Forms (A)	145
B. E-Voting	
Number of members who participated in e-voting	18
Number of Valid E-votes (B)	18
Total (A+B)	163



Note:

- 1) Votes cast in favour or against has been considered on the basis of number of shares held as on the date reckoned for the purpose of Postal Ballot or the no. of shares mentioned in the Postal Ballot, whichever is less.
- 2) Invalid Postal Ballot was not taken into account for counting of votes.

SUMMARY OF POSTAL BALLOT**Resolution No. 1 – Special Resolution****Creation of charge, hypothecation / mortgage on assets of the Company**

Promoter / Public	No. of shares held	No. of votes polled	% of voted polled on Outstanding shares	Number of votes - in favour	Number of votes - against	% of votes in favour of votes polled	% of Votes Against on votes polled
	(1)	(2)	(3) = $[(2)/(1)] \times 100$	(4)	(5)	(6) = $[(4)/(2)] \times 100$	(7) = $[(5)/(2)] \times 100$
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0	0	0	0.00	0.00
Public Others	2936717	67682	2.30	62525	5157	92.38	7.62
Total	11569918	6967613	60.22	6962456	5157	99.93	0.07

Results:

Percentage of votes cast in favour : 99.93%

Percentage of votes cast against : 0.07%

As the number of votes casted in favour of the resolution is 99.93% that is more than three times the number of votes cast against i.e. 0.07%, I report that the Special Resolutions under Section 110 of the Companies Act, 2013, and the Companies (Management and Administration) Rules, 2014 as set out in notice of Postal Ballot has been passed by the shareholders with Requisite Majority. The Resolution is deemed to be passed as on the date of announcement of the result.



Resolution No. 2 – Special Resolution

To make investments, provide loans, guarantees and securities beyond the prescribed limits

Promoter / Public	No. of shares held	No. of votes polled	% of voted polled on Outstanding shares	Number of votes - in favour	Number of votes - against	% of votes in favour of votes polled	% of Votes Against on votes polled
	(1)	(2)	(3) = $[(2)/(1)]*100$	(4)	(5)	(6) = $[(4)/(2)]*100$	(7) = $[(5)/(2)]*100$
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0	0	0	0.00	0.00
Public Others	2936717	67666	2.30	61689	5977	91.17	8.83
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Resolution No. 3 – Special Resolution

Transaction with Related Parties under Section 188 of the Companies Act, 2013

Promoter / Public	No. of shares held	No. of votes polled	% of voted polled on Outstanding shares	Number of votes - in favour	Number of votes - against	% of votes in favour of votes polled	% of Votes Against on votes polled
	(1)	(2)	(3) = [(2)/(1)]*100	(4)	(5)	(6) = [(4)/(2)]* 100	(7) = [(5)/(2)]* 100
Promoter	8633002	6899931	79.92	6899931	0	100.00	0.00
Public – Institutional Holders	199	0	0.00	0	0	0.00	0.00
Public Others	2936717	67573	2.30	58647	8926	86.80	13.21
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Results:

Percentage of votes cast in favour : 99.87%

Percentage of votes cast against : 0.13%

As the number of votes casted in favour of the resolution is 99.87% that is more than three times the number of votes cast against i.e. 0.13%, I report that the Special Resolutions under Section 110 of the Companies Act, 2013, and the Companies (Management and Administration) Rules, 2014 as set out in notice of Postal Ballot has been passed by the shareholders with Requisite Majority. The Resolution is deemed to be passed as on the date of announcement of the result.

- I further report that as per the Postal Ballot notice dated 27th May, 2014 and the Board Resolution dated 27th May, 2014, the Chairman or any other as authorized in this regard may declare and confirm the above results of voting by Postal Ballot in respect of the resolution referred herein on 01st September, 2014, as intimated to the Stock Exchanges.
- The result of the Postal Ballot together with the Scrutinizers Report would have to be displayed on Company's website www.karmaenergy.co and on the website of NSDL within 2 days of passing of the resolution and shall be communicated to the Stock Exchanges.



- iii) I further Report that Rule 22 of the Companies (Management and Administration) Rules, 2014 has been duly complied by the Company. I further report that as per the said Rules, the records maintained by me including the data as obtained from NSDL for the e-voting facility extended by them and also a Register recording the consent or otherwise received from the Shareholders, voting through Postal Ballot which includes all the particulars of shareholders such as the names, folio number, DP ID/ Client ID, number of shares held, number of voted, no. of shares assented, no. of shares dissented, no. of shares rejected, ballot paper and other related papers are in my safe custody which will be handed over to the Company Secretary of the Company after the Chairman approves and signs the Minutes of the Meeting.

I thank you for the opportunity given to act as a Scrutinizer for the above Postal Ballot.

Thanking You,

Yours faithfully,

For Martinho Ferrao & Associates,
Company Secretaries


Martinho Ferrao
Proprietor
COP No.: 5676
Membership No.: 6221

