

KESORAM INDUSTRIES LIMITED

Regd. & Corporate Office : 9/1, R. N. MUKHERJEE ROAD, KOLKATA - 700 001



B K BIRLA GROUP OF COMPANIES

December 10, 2012

Ref.No.: KIL/SE/2012-13

The National Stock Exchange of India Limited
Exchange Plaza
Plot No.C/1, G Block, Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051

Dear Sirs,

Disclosure under Clause 36(5) of the Listing Agreement

The Company had entered into a joint venture with Maharashtra Seamless Limited and Dhariwal Infrastructure Private Limited for working a coal block allocated to it by the Central Government in the State of Maharashtra on November 21, 2008.

A joint venture company, Gondkhari Coal Mining Limited ("Gondkhari"), incorporating the shares of all three partners, was accordingly incorporated on 20th Jun, 2009.

The Company's interest in the coal block emanated from its desire for consuming the proportion of the coal production allocated to it under the joint venture at its Cement Plant located in the State of Karnataka.

Gondkhari was to have started coal mining operations during the Financial Year 2014-2015.

However, based upon a recommendation from an Inter Ministerial Group reviewing all coal block allocations to private parties in India, the Central Government, by a communication dated 15th November, 2012 de-allocated the Gondkhari coal block stating that there was no substantial progress in the development of the coal block. It has further ordered forfeiture of the performance Bank Guarantee submitted by Gondkhari.

Upon receiving the de-allocation communication, the Company challenged the de-allocation and the order forfeiting the Bank Guarantee through a Writ Petition before the Delhi High Court.

The Delhi High Court has indicated in an Order that the Writ Petition will be listed on 14th April, 2013. Further, if the Bank Guarantee is to be revoked, the High Court has stipulated that the Central Government is required to give a three day prior notice to the Company.

This is for your information.

Thank you,

Yours faithfully

For KESORAM INDUSTRIES LIMITED

GAUTAM GANGULI
Company Secretary