November 7th, 2012, Pune, India

The Manager
Listing Department
National Stock Exchange of India
Exchange Plaza, 5th Floor, Plot No. – C/1, G Block,
Bandra - Kurla Complex, Bandra (E), Mumbai – 400 051

Symbol: KPIT/ Series: EQ

Subject: Investor communication about the outcome of the Board Meeting held on November 6th, 2012

Dear Sir/ Madam,

We wish to inform you that the Board of Directors of the Company has approved the following proposals at a meeting held on November 6th, 2012 and the management would like to highlight the rationale behind the ensuing fund raising:

Investment by ChrysCapital

- Issue of 7,776,000 Equity Shares of Rs. 2 each of the Company on a preferential basis to Van Dyck (an affiliate of ChrysCapital V, LLC) at a price of not lower than Rs. 125 per share at an aggregate consideration of not less than Rs. 972,000,000.

Investment by CX Partners

- Issue of 5,184,000 Equity Shares of Rs. 2 each of the Company on a preferential basis to CX Partners Fund 1 Limited and AAJV Investment Trust and/or any of their affiliates, at a price of not lower than Rs. 125 per share at an aggregate consideration of not less than Rs. 648,000,000.

Objectives of fund raising

Over the years, KPIT has been consistently growing organically at a rate higher than the industry average. We have also been able to pursue many inorganic growth opportunities successfully, with the ability to integrate the acquired businesses faster and grow them, both in terms of revenues as well as profits. As the company continues to scale higher peaks powered by strong organic growth, we see many opportunities in the marketplace for partnering with niche and domain specific companies, for creating a best in class solutions business. The above mentioned fund-raising is primarily being done in order to get ready for these opportunities. Though we do not have any deal which is in advanced stages of closing, we believe that funding should not become a constraint should we spot the right opportunities. Apart from this, we will also be utilizing a part of these funds towards acquisition of additional equity in our previous M&A transactions.

ChrysCapital has been a great partner since their last investment in the Company about 18 months back. We appreciate the faith shown by ChrysCapital in KPIT and believe this fresh/ new investment will further strengthen the partnership.

CX Partners is our new partner and given their professional experience, we strongly believe that CX will bring in a lot of strategic value to the table.

The Board has also approved the convening of an Extra-ordinary General Meeting (EGM) on the 7th of December 2012 to consider and, if thought fit, to pass a special resolution authorizing the issue of equity shares as per above.

Contact:

For Investor Queries	For Media Queries
Sunil Phansalkar Email: sunil.phansalkar@kpitcummins.com Tel. (Direct): +91 20 6652 5014/ (Cell): +91 98509 66011	Charuta Patwardhan Email: Charuta.patwardhan@kpitcummins.com Tel. (Board): +91 20 6652 5000 (Extn. 5201)
Lipika Bisht Email: lipika.bisht@kpitcummins.com Tel. (Board): +91 120 307 3555 (Extn. 135)/ Tel. (Cell): +91 98108 80578	