

**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(3) of SEBI (Substantial Acquisition of Shares and takeovers) Regulations, 2011**

|                                                                                                          |                                                          |
|----------------------------------------------------------------------------------------------------------|----------------------------------------------------------|
| Name of the Target Company (TC)                                                                          | Pipavav Defence and offshore Engineering Company Limited |
| Name of the Promoter(s) on whose shares encumbrance was created/invoked/released (tick the relevant one) | SKIL Shipyard Holdings Private Limited                   |
| Date of reporting                                                                                        | 05.04.2013                                               |
| Names of the stock exchanges where the shares of the target company are listed                           | National Stock Exchange of India Ltd. & BSE Ltd.         |

Details of 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 events pertaining to encumbrance |            | Post event holding       |                          |                       |                          | Details of encumbrance (pledge/lien or others give details)                    |
|---------------------------------------|--------------------------|--------------------------|-----------------------|--------------------------|---------------------------------------------|------------|--------------------------|--------------------------|-----------------------|--------------------------|--------------------------------------------------------------------------------|
| Names                                 | Number of pledged shares | % of total share capital | Number of free shares | % of total share capital | Type-creation/in vocation /release          | Date (s)   | Number of pledged shares | % of total share capital | Number of free shares | % of total share capital | 11,15,785 Shares pledged on 28.03.2013 in favour of Arum Investments Pvt. Ltd. |
| SKIL Shipyard Holdings Pvt. Ltd.(PAC) | 3,14,95,517              | 4.49                     | 27,96,166             | 0.40                     | Creation of Pledge                          | 28.03.2013 | 3,26,11,302              | 4.65                     | 16,80,381             | 0.24                     |                                                                                |

For SKIL Shipyard Holdings Private Limited



**Niles Mehta**  
Authorised Signatory

Place: Mumbai

Date: April 5, 2013