



November 1, 2012

National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex
Mumbai – 400 051

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Ref: NSE Scrip ID – PIPAVAVDOC
BSE Scrip Code: 533107

Sub: Issue of Equity Shares to SAAB AB (Publ.), an International Strategic Investor on Preferential Basis.

Dear Sir/ Madam,

Pursuant to provisions of Clause 36 of the Listing Agreement, we hereby inform you that Board of Directors of of Pipavav Defence and Offshore Engineering Company Limited ("the Company"), through resolutions passed by circulation has approved the following:

- (i) The Board, subject to required Corporate and Statutory approvals, has approved issue of equity shares to SAAB AB, Sweden, ('SAAB'), (a part of Wallenberg group) on preferential allotment basis.
- (ii) The Company has today signed Share Subscription cum Shareholders Agreement with SAAB for issue of 24,507,881 fully paid-up equity shares of face value of Rs. 10/- each ('Equity Shares') at a issue price of **Rs. 82/-** per Equity Share to SAAB which is 7.75% premium to the average of six month's weekly closing price.
- (iii) Under the aforesaid agreement, SAAB will invest 250 million Swedish Kronors in the Company. This is the first strategic investment made by a global defence major into an Indian company focusing on defence production.

PIPAVAV DEFENCE AND OFFSHORE ENGINEERING COMPANY LIMITED

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(iv) SAAB is a global leader in military hardware, meant for Army, Navy and Air force and will bring in advanced proprietary technology into India through the Company, which will immensely benefit India's armed forces.

(v) SAAB and Pipavav Defence partnership will also focus on exporting military hardware.

You are requested to take note of the above.

Thanking you.

Yours truly,
for **Pipavav Defence and Offshore
Engineering Company Limited**



Praveen Mohnot
Chief Financial Officer

