

Corporate Office :

Giriraj Annexe Circuit House Road
HUBBALLI - 580 029 Karnataka State

Phone : 0836 2237511

Fax : 0836 2256612

e-mail : headoffice@vrllogistics.com

To,

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

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

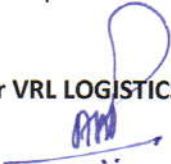
Dear Sir / Madam,

Sub: Disclosure under Regulation 30 (6) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 – Press Release by Promoters.

Ref: Scrip Codes - (BSE – 539118) (NSE – VRLLOG)

In continuance to the press release by our Promoters and clarification by the Company as furnished yesterday, we enclose herewith a Press Release received by us from our promoter over email today. You are requested to disseminate the information on the website of your Exchanges.

For VRL LOGISTICS LIMITED


ANIRUDDHA PHADNAVIS
COMPANY SECRETARY AND COMPLIANCE OFFICER



Date: 24.05.2016

24.05.2016

PRESS RELEASE

- I wish to clarify that the proposed entry into airline business is a personal investment and at no point do we anticipate VRL's balance sheet being used for the venture.
- I have made disclosure to exchanges in full faith and as per requirements of SEBI to ensure complete transparency for VRL shareholders.
- The proposed airline business when setup will be run by professionals with strong sector experience, and I will primarily play the role of a financial sponsor.
- Our preliminary estimates suggest the total investment envisaged in the airline business is approximately 1400 crores over next 3 - 4 years of which my equity will be 400 cr and further 1,000 crores will be debt to fund the regional airline business.
- The opportunities in regional airlines that I see are phenomenal and I am personally excited to be a part of the fastest growing aviation market in the world. My principles of cost focus and high utilization has made us a leader in domestic transport, which I think are key attributes to succeed in the aviation sector as well.
- However, I would like to reiterate that my personal investment plans on the regional airline business is still at a very premature stage and a proposal that I am evaluating.
- We remain the largest shareholders of VRL with a 69% stake in company today and do not anticipate our stake to significantly decrease in the company. VRL Logistics will continue to be the primary focus and interest of the promoters and I will continue to be in full charge of the day to day operations of VRL's goods transport and passenger businesses as I have since inception.
- Lastly, certain comments have been blown out of proportion to state that we do not care about our investors. What was intended to be said was that we would not be bothered about the negative opinion on our new project. We understand the present day negative sentiment on the aviation industry, we remain confident that they would see reason in the days to come. We wish to reiterate that that we have expressed our intention in the interest of transparency and complete disclosure and we would definitely not conduct ourselves in a detrimental manner that would make our investors lose confidence in the Company.

DR. VIJAY SANKESHWAR