

KIL/SH/ST.EX/2018-19

5th October, 2018

National Stock Exchange of India Ltd.,
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
Mumbai - 400 051

Kind Attention: Sailee Pawaskar, Deputy Manager Listing Compliance

Dear Sir/Madam,

Re: Mail dated 4th October, 2018

Sub: Clarification

Reference your aforesaid mail, with regard to an announcement pursuant to Regulation 30 read with Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, submitted by the Company to the Exchange on 27th September, 2018, the reply to the same is as under:

1. **Rationale:** To increase Limestone reserves for captive mining for Cement production by the Company.
2. **Mode of Financing:** It will be a combination of both - owned funds as well as borrowed funds.
3. **Investment Required:** The actual quantum of Investments is still under negotiation with State Government of Karnataka, which is to be paid over a period of two years.
4. **Exiting Capacity and its Utilisation:** The Businesses is looking at accretion of its Limestone reserves to safeguard the future of the Cement Business, for which the above action has been taken by the Company.

Hope, this clarifies the position.

Thanking You,

Yours Faithfully,

For Kesoram Industries Limited



Suresh Sharma

Chief of Secretarial and Investor Services