

MSIL: CSL: NSE: 12

2nd June 2012

Vice President

National Stock Exchange of India Limited

"Exchange Plaza", Bandra – Kurla Complex

Bandra (E)

Mumbai – 400 051

Sub: Press release

Dear Sir,

Please find enclosed herewith as Annexure – "A" a copy of press release being issued today.

Thanking you,

Yours truly,

For **Maruti Suzuki India Limited**



Sanjeev Grover

DGM- Corporate Secretarial Department

Encl.: As above

MARUTI SUZUKI INDIA LIMITED

Registered Office :

Plot No. 1, Nelson Mandela Road

Vasant Kunj, New Delhi 110070, India

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Gurgaon Plant :

Palam Gurgaon Road, Gurgaon 122015

Haryana, India

Tel: 0124-2346721-30 Fax: 0124-2341304

Manesar Plant :

Plot No. 1, Sector 3A, IMT

Manesar, Gurgaon 122051 Haryana, India

Tel: 0124-4884000 Fax: 0124-4884199

Press Release**Maruti Suzuki signs agreement with Gujarat government for land purchase***New plant to take manufacturing capability to 2 million units by 2015-16*

Gandhinagar, 2nd June, 2012: Car market leader Maruti Suzuki India Limited today signed State Support Agreement (SSA) with the Government of Gujarat for purchase of land near Mehsana to set up an all new manufacturing facility.

The Agreement was signed by Mr. Shinzo Nakanishi, Managing Director and CEO, Maruti Suzuki India Limited and Mr. Maheshwar Sahu, Principal Secretary (Industry and Mines), Government of Gujarat in the presence of Gujarat Chief Minister, Mr. Narendra Modi.

Maruti Suzuki's new vehicle manufacturing facility will have the following highlights:

Initial annual capacity	250,000 * units in a phased manner	Future capacity expansion to be based on market conditions
Expected Commissioning	By 2015-16 *	
Expected Investment	Rs 4,000 Crores * in 1 st phase	For land & construction of plant

*Subject to Maruti Suzuki India Limited's Board Approval

The new infrastructure in Gujarat will be a complete vehicle manufacturing facility.

Government of Gujarat has allocated around 700 acres land to Maruti Suzuki India Limited for this manufacturing facility. This land purchase by the Company is in line with long term management view on expansion of its manufacturing facilities in India to meet future market demand. Based on the market demand the manufacturing facility near Mehsana will be added to the Company's existing manufacturing facilities at Gurgaon and Manesar in Haryana.

This new facility will take Maruti Suzuki's combined manufacturing capability to 2 million units by 2015-16.

Gurgaon and Manesar (incl. Manesar C plant)	: 17.5 lakh
Gujarat plant	: 2.5 lakh by 2015-16 *
Total	: 20.0 lakh by 2015-16

*Subject to Maruti Suzuki India Limited's Board Approval

The Company estimates to generate direct employment for over 2000 people at the Gujarat facility. In addition, the ancillary units in the vicinity and supplier park will generate additional employment opportunities.

In addition to Maruti Suzuki, Company's vendors and ancillary suppliers are expected to invest in Gujarat at matching levels.

Maruti Suzuki Gujarat plant will be located around 100 km from Ahmedabad. The new facility is around 300 km from Mundra port and hence would be well suited for Company's exports initiatives.

Maruti Suzuki will continue to increase its production at Manesar facility, where a third assembly line, (Manesar C plant, 2.5 lakh units annually) is expected to go on stream by mid 2013-14.