

December 05, 2018

To,
The Listing Compliance Dept.
National Stock Exchange of India Ltd,
Mumbai

NSE Script Symbol: ATULAUTO

Dear Sir/ Madam,

SUB : REPLY TO CLARIFICATION SOUGHT

**REF : (I) DISCLOSURE U/R 30 OF THE SEBI LISTING REGULATIONS 2015 - SIGNING OF TERM SHEET
FOR JOINT VENTURE WITH JBM INDUSTRIES LIMITED SUBMITTED ON NOVEMBER 27, 2018
(II) YOUR E-MAIL ASKING FOR CLARIFICATION RECEIVED ON DECEMBER 04, 2018**

In reply to the clarification sought in the matter of above referred submission u/r 30 of the SEBI Listing Regulations, 2015, we submit as under:

1. Any other disclosures related to such agreements, viz., details of nominee on the board of directors of the listed entity, potential conflict of interest arising out of such agreements, etc;

The term-sheet for entering into a Joint Venture Agreement ("JV Agreement") is signed which is subject to the parties agreeing upon and executing the definitive JV Agreement which will include detailed terms and conditions in relation to the Proposed Transactions. When the JV Agreement is executed, we shall accordingly update you with these details.

2. In case of issuance of shares to the parties, details of issue price, class of shares issued;

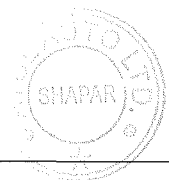
When the JV Agreement is executed, we shall accordingly update you with these details.

3. Whether the transaction would fall within related party transactions? If yes, whether the same is done at arms' length;

No, the transaction would not fall within related party transactions.

4. Whether, the said parties are related to promoter/promoter group/ group companies in any manner. If yes, nature of relationship;

No, the counter party to the term sheet is not related to promoter/promoter group/ group companies in any manner.

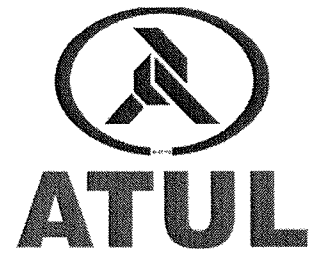


ATUL AUTO LIMITED

(Corporate Identification Number: L54100GJ1986PLC016999)

Regd. Office & Factory: National Highway 8-B, Near Microwave Tower, Shapar (Veraval), Rajkot – 360024 (Gujarat)

Phone: 02827 235500 Website: www.atulauto.co.in E-Mail: info@atulauto.co.in



5. **Significant terms of the agreement (in brief) special rights like right to appoint directors, first right to share subscription in case of issuance of shares, right to restrict any change in capital structure etc.;**

When the JV Agreement is executed, we shall accordingly update you with these details.

6. **Shareholding, if any, in the entity with whom the agreement is executed;**

Nil. The Company do not hold any shares in the entity with whom the term sheet is executed.

7. **Purpose of entering into the agreement;**

As already mentioned in the earlier submission, the purpose is to expand/ develop the business of Three Wheeler Electric Autos with the blend of respective expertise.

8. **Name(s) of parties with whom the agreement is entered;**

As already mentioned in the earlier submission, the term sheet is entered into with JBMI Industries Limited.

Thanking you.

Yours faithfully,
For ATUL AUTO LIMITED,

(Mahendra J Patel)
Whole-time Director & CFO
DIN: 00057735

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