



Enriching Lives

KIRLOSKAR BROTHERS LIMITED

A Kirloskar Group Company

SEC/ F:20

October 22, 2020

(BSE Scrip Code – 500241)

BSE Limited

Corporate Relationship Department,
2nd Floor, New Trading Ring,
Phiroze Jeejeebhoy Towers,
Dalal Street,

Mumbai-400001

(NSE Symbol - KIRLOSBROS)

National Stock Exchange of India Ltd.,

5th Floor, Exchange Plaza,

Bandra (East)

Mumbai – 400 051

Sub: **Intimation**

Dear Sir

Further to the intimation received from Mr. Sanjay C. Kirloskar on 21st October,2020, we have received a statement from him which is attached herewith.

Due to partial closure of our offices in light of COVID-19, we are submitting this intimation in Sd/- mode.

This is for your record and information please.

Thanking you.

For **Kirloskar Brothers Limited**

Sd/-

Company Secretary

Sanjay Kirloskar

22nd October, 2020

Recent SEBI Orders dated 20th October 2020

SEBI Order against Mr. Sanjay Kirloskar and Mrs. Pratima Kirloskar: -

The Whole Time Member of SEBI has passed an order on October 20, 2020 against me, in my capacity as a Trustee to the Kirloskar Employees Welfare Trust. The sum and substance of the order is that a single transaction of inter se transfer between the Trust of which I am the Trustee and a promoter group company, where I took decisions on both the buy and sell sides, is in violation of the SEBI (Prohibition of Insider Trading) Regulations. I am legally advised that this Order has unfortunately ignored a correct reading of the law and judicial precedents. I am seeking the advice of my legal advisers and will proceed as advised by them.

Similarly, in the case of my wife Mrs. Pratima Kirloskar, a single transaction of an inter se transfer between her and her private company in which she and myself are the only shareholders, has been treated as in violation of the SEBI PIT Regulations. The Order has ignored the facts and circumstances and has been passed ignoring the judicial precedents in this case, as well.

I would like to emphasise that no fraud was alleged or found in the cases mentioned above. These were transactions between private parties with parity of information and no loss was caused to the minority shareholders and the public.

SEBI Order against Atul Kirloskar and others: -

I am also constrained to refer to another order of October 20, 2020, passed by SEBI against Mr. Atul Kirloskar, Rahul Kirloskar, Gautam Kulkarni (Late) and their spouses holding them guilty of trading in the shares of KBL, while in possession of Unpublished Price Sensitive Information and violating the provisions of the SEBI (Prohibition of Insider Trading) Regulations 1992 and for having acted in a fraudulent manner and violating the provisions of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities) Regulations 2003. This order itself mentions that the investigations were commenced on the complaint of KBL as KBL was legally obliged under the SEBI Regulations to bring to the notice of SEBI, the infractions of law committed by the said persons. Therefore, as complainants, KBL had sought to intervene in the show cause notice proceedings before SEBI and to make submissions to place the correct and true facts before passing the Orders; however such opportunity was denied to KBL without giving any reason. KBL are legally advised that the Order passed by SEBI against Mr. Atul Kirloskar, Rahul Kirloskar and Mr. Gautam Kulkarni (late) and their family is deficient in certain parts, which has resulted in dilution of the penalty and the disgorgement amount against them. KBL is seeking legal advice as regards this Order, including whether to move SAT so as to place the true and correct facts and law before the Tribunal.

Kirloskar Brothers Ltd. is a 100-year-old company listed on the NSE and BSE, that believes in stringent standards of corporate governance and will continue to abide by the same.



Sanjay Kirloskar

*Survey No. 270, Plot No. 22 & 23, Pallod Farms, Opp. BPCL Petrol Pump,
Near Ratnakar Bank, Baner Road, Pune - 411 045 Tel: +91 (20) 27291733*