



PATEL ENGINEERING LTD.

CIN : L99999MH1949PLC007039

100/510/005/

November 12, 2016

To,

Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

The National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra-Kurla Complex,
Mumbai 400 051

Company Code No. 531120

Company Code: PATELENG/EQ

Dear Sirs,

Sub: Press Release – Patel Engineering has signed Share Purchase Agreement to sell their Equity stake in two Road BOT assets.

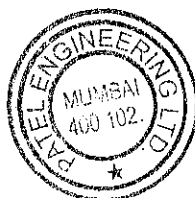
Please find enclosed a press release with respect to the aforementioned subject for your information.

Thanking you,

Yours truly,

For Patel Engineering Ltd.

Shobha Shetty
Company Secretary
Encl: As above



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PRESS RELEASE**PATEL ENGINEERING HAS SIGNED SHARE PURCHASE AGREEMENT TO SELL THEIR EQUITY STAKE IN TWO ROAD BOT ASSETS**

Today Patel Engineering Limited ("Patel") & KNR Constructions Limited ("KNR") signed a share purchase agreement to sell their entire equity stake in two Road BOT assets viz. Patel KNR Infrastructure Limited ("PKIL") and Patel KNR Heavy Infrastructure Limited ("PKHIL") to an Essel group company.

Both the assets are operational annuity based BOT assets awarded by NHAI. The enterprise value of both assets put together for this transaction is ~INR 850 Crores. The transaction is subject to certain conditions precedent including lenders and NHAI approvals, customary to transactions of this nature and parties anticipate closing of the transaction within next 2-3 months.

Mr. Rupen Patel, Managing Director of Patel commented that sale of these assets is part of the Monetization plan to improve financial liquidity for ongoing operations. Company intends to identify such quality assets and seek to optimum value which should strengthen its overall cash flow position and helps in deleveraging its balance sheet.

Mr. K. Jalandhar Reddy, Executive Director of KNR informed that the BOT asset sale is part of KNR Group's strategy to focus on their EPC business and demonstrates their ability to build and construct good quality assets coupled with timely and efficient churn of invested equity which can be utilized as growth capital.

Equirus Capital acted as exclusive transaction advisors to the Sellers on this transaction. Cyril Amarchand Mangaldas (Delhi) were the legal advisors to the Sellers whereas Luthra and Luthra law offices advised the buyers on this transaction. Mr. Ajay Garg, Managing Director of Equirus Capital quoted "The transaction is in line with the trend seen across the roads sector where institutional money is chasing operational cash-flows and helping in debt reduction of infrastructure conglomerates".

About Patel Engineering Ltd

An ISO 9001:2015 certified Patel Engineering is an integrated construction company specialising in hydro-power generation, irrigation and urban infrastructure projects. It is the only Indian company with experience in RCC, Micro Tunnelling and Double Take Tap Work. The company has established a significant international presence through its technology centric subsidiaries in US and has executed projects across Arabian Gulf, Sri Lanka, Nepal and Bhutan. With its integrated service, the company is well positioned to benefit from the government's planned investment in the infrastructure sector.

