

**KINETIC ENGINEERING LIMITED**

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KEL/SEC/2016

May 12, 2016

To,
Asst. General Manager,
Dept. Surveillance & Supervision,
Bombay Stock Exchange Ltd.,
P. J. Towers,
Dalal Street, Fort,
Mumbai- 400 001

Kind Attn.: Mr. Sachin Shinde
Sub.: Reply to Clarification Sought by the Exchange
Security Code: 500240
Ref.: Letter No. L/DOSS/ONL/RV/ZS/2016-17/36 dated May 12, 2016.

Dear Sir / Madam,

This is with reference to the clarification sought by the exchange in terms of Reg. 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, with respect of the news item appearing in "Economic Times".

Clarification sought by Exchange:

This is with reference to recent news item appearing in "Economic Times" dated May 12, 2016, captioned "Italian bike maker ties up with Kinetic group; rolls out 3 models, including the super premium F4 RC".

Further, it is observed that the price of your Company scrip increased by 8.47% on date May 12, 2016 moving from Rs. 79.59 to Rs. 86.34.

In this regard, you are advised to provide clarification / confirmation on the news item in detail including the following:

1. Whether such negotiations were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order from start of negotiations till date.
2. Whether you / Company are aware of any information that has not been announced to the Exchanges which could explain the aforesaid movement in the trading? If so, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



Company's Reply:

This matter pertains to an MV Agusta India Private Limited an unlisted group Company of Kinetic Group (not Kinetic Engineering Limited) and not to the Company. As such, it would not be appropriate for us to comment on the same.

With reference to the Increase in Price Kinetic Engineering Limited would like to clarify that Our Company is complying with all the Clauses of the Listing agreement with regard to the disclosures and intimations from time to time.

The Company has not shared any price sensitive information with any market intermediary or any other party.

We also confirm that at present, there are no specific events announcements or unpublished price sensitive information in the company, which are required to be disclosed to the stock exchange as per the Listing Agreement and have a bearing on the price behavior in the scrip.

However, we would like to reiterate that as in the past, the Company would continue to inform stock exchange about any price sensitive information before the same is made public.

Thanking you.

Yours faithfully,

For Kinetic Engineering Limited

Rohit Purandare
Company Secretary

