

**Annexure-1**  
**Format for disclosure by the Promoter(s) to the stock exchanges and to the Target Company for encumbrance of shares / invocation of encumbrance/ release of encumbrance, in terms of Regulation 31(1) and 31(2) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011**

Name of the Target Company(TO)	McKally Bharat Engineering Company Limited
Names of the Stock Exchanges where the shares of the target company are listed e listed	1. Bombay Stock Exchange Limited
Date of reporting	2. The National Stock Exchange of India Limited
Name of the promoter or PAC on whose shares encumbrance has been created/released/invoked	26th July, 2016
Details of creation of encumbrance:	EMC Limited

Name of the promoter(s) or PACs with him/(")	Promoter holding in the target company (1)		Promoter holding already encumbered (2)		Details of events pertaining to encumbrance (3)							Post event holding of encumbered shares {creation [(2)+(3)] / release [(2)-(3)] / invocation [(2)-(3)]}	
	Number	% of total share capital	Number	% of total share capital	Type of event (creation / release / invocation)	Date of creation/ invocation/ release of encumbrance	Type of encumbrance (pledge/ lien/ non disposal under taking/ohers)	Reasons for encumbrance	Number	% of total share capital	Name of the entity in whose favor shares encumbered	Number	% of total share capital
EMC Limited	42,87,689	8.39	33,10,000	6.48	Creation	20.07.2016	Pledge	Security for Loan	9,75,000	1.91	Dhanvridhi Commodities Trading Private Limited	33,10,000	6.48

Signature of the Authorized Signatory:  
 For EMC Limited

*[Signature]*  
 Sumit Kumar Surana  
 Company Secretary

Place: Kolkata  
 Date: 26.07.2016

Note: The Target Company, McKally Bharat Engineering Company Limited, had issued 1,00,00,000 Equity Shares to EMC Limited, subject to which the Open Offer was made by EMC Limited. However, the said Equity Shares are currently held in an Escrow Account under Regulation 22(2A) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 ("Takeover Code"). These shares will be credited to the Company after completion of all the formalities of the Open Offer under the provisions of the Takeover Code. These 1,00,00,000 Equity Shares are not taken into calculation though they have been allotted but not yet credited to EMC's account.