

CERTIFICATE OF NETWORTH

The Board of Directors of Kirloskar Pneumatic Company Limited at its meeting held on October 20, 2016 passed a resolution to approve the Scheme of Arrangement and Amalgamation between Kirloskar RoadRailer Limited (the 'Transferor Company I') and Pneumatic Holdings Limited (the 'Transferor Company II') and Kirloskar Pneumatic Company Limited (the 'Transferee Company') and their respective shareholders ("Scheme"). This Scheme is subject to requisite approvals in terms of Sections 391 to 394 of the Companies Act, 1956.

On the basis of the said Scheme and information and explanation given to us, we certify that the net worth of Kirloskar Pneumatic Company Limited prior to the Scheme and provisional net worth of Kirloskar Pneumatic Company Limited, post the proposed Scheme based on the audited financial statements for the year ended March 31, 2016 is / would be Rs. in '000 : 3,215,335 & 3,383,807 respectively.

Sr. No	Particulars	INR in '000	
		Pre Scheme	Post Scheme
1	Equity Capital - Issued, Subscribed and Paid Up Share Capital	128,443	128,443
2	Add: Reserves (excluding Revaluation Reserve)		
(a)	Capital Reserve	28	-
(b)	Securities Premium Account	51,818	51,818
(c)	General Reserve	2,850,000	2,407,107
(d)	Profit and Loss Account	185,046	796,439
3	Less: Miscellaneous Expenditure	-	-
	Total Net Worth	3,215,335	3,383,807

For the above purpose, "Net Worth" means the sum total of the paid-up equity share capital, capital reserves, securities premium account and free reserves.


Explanation "Free reserves" means all reserves created out of the profits and securities premium account but does not include reserves created out of revaluation of assets, write back of depreciation provision and amalgamation.

Note:

1. Our work was not designed to verify the accuracy or reliability of the information provided to us and nothing in this report should be taken to imply that we have conducted procedures, audits or investigations in an attempt to verify or confirm any of the information supplied to us.

2. This Certificate is issued solely for the purpose of submitting the same with concerned stock exchange(s).

For M/S P G BHAGWAT,
(FRN : 101118W)
Chartered Accountants,



S.S. Athavale
Partner
Membership No. : 83374



Place : Pune

Date: 20 October 2016