

PUBLIC ANNOUNCEMENT TO THE EQUITY SHAREHOLDERS OF M/s PENNAR INDUSTRIES LIMITED

This Public Announcement ("Announcement") is being issued by Karvy Investor Services Limited ("KISL"), the Manager to the Offer, on behalf of M/s Thapati Trading Private Limited and M/s Palguna Consultants Private Limited (collectively referred to as "Acquirers") and Persons who are Acting in Concert with the Acquirers (hereinafter collectively referred to as "PACs"), namely, Mr. J. Nrupender Rao, Mr. P. Bhaskara Rao, Mrs. J. Rajyalakshmi, Mr. J. Aditya N. Rao, Ms. Avanti Rao, Ms. Ch. Arathi, Mr. Ch. Sridhar, M/s JNR Associates, Mrs. P. Anasuya, Mr. Ch. Anantha Reddy, M/s Pennar Chemicals Ltd., M/s Exel Engineering Ltd., Mr. Vijay Chandra Puljal, Mrs. P. Jayanti, Ms. P. Bhavana, Ms. P. Kalpana and M/s Vivekananda Enterprises.

This Announcement should be read in conjunction with, the original Public Announcement of 14th December 2005 regarding the Open Offer, revised Public Announcement of 21st February 2006 regarding the increase in the Open Offer size, Letter of Offer dated 22nd February 2006 and Announcement of 16th March 2006 regarding upward revision in the Offer Price per equity share.

The Offer formalities have been completed and the details are as under:-

1	Name of the Target Company	Pennar Industries Limited
2	Name of Acquirer(s) including PACs	Acquirers:- Thapati Trading Private Limited, 3 rd floor, Saptagiri Towers, Begumpet, Hyderabad 500 016 Palguna Consultants Private Limited 3 rd floor, Saptagiri Towers, Begumpet, Hyderabad 500 016 PACs:- Mr. J. Nrupender Rao, Mrs. J. Rajyalakshmi, Mr. J. Aditya N. Rao, Mrs. Avanti Rao, Mrs. Ch. Arathi, Mr. Ch. Sridhar, M/s J N R Associates, Mr. P. Bhaskara Rao, Mrs. P. Anasuya, Mr. Ch. Ananth Reddy, Pennar Chemicals Ltd., Exel Engineering Ltd, Mr. Vijay Chandra Puljal, Mrs. P. Jayanthi, Ms. P. Bhavana, Ms. P. Kalpana and M/s Vivekananda Enterprises
3	Name of Manager to the offer	Karvy Investor Services Limited
4	Name of the Registrar to the offer, if any	Karvy Computershare Private Limited
5	Offer Details a) Date of opening of the offer b) Date of closure of the offer	8 th March 2006 27 th March 2006

6. Details of the acquisition

Sl. No.	Item	Proposed in the Offer Document		Actual	
a	Offer Price	Rs.6.75		Revised upwards to Rs.10/-	
b	Shareholding of acquirer (No. and %) before MoU / P.A.	13488457 (17.66%)		13488457 (17.66%)	
c	Shares acquired by way of MOU or market purchases (No. & %)	Nil		Nil	
d	Shares acquired in the open offer (No. & %)	18471496 (24.19%)		7409086 (9.70%)	
e	Size of the open offer (No. of shares multiplied by offer price per share)	Rs.184714960		Rs.74090860	
f	Shares acquired after P.A but before 7 working days prior to closure date, if any ,(No. & %)				
	(i) Price of the shares acquired	N.A.		Nil	
	(ii) No of shares acquired	N.A.		Nil	
	(iii) % of shares acquired	N.A.		Nil	
g	Post offer share holding of acquirer (No. & %) (b+c+d+f)	31959953 (41.85%)		20897543 (27.36%)	
h		Pre Offer	Post Offer	Pre Offer	Post Offer
	Pre & Post offer share holding of Public (No. & %)	47376957 (62.05%)	28905461 (37.86%)	47376957 (62.05%)	39967871 (52.34%)
7	Status of the escrow account, whether released or not	90% of the amount lying in the escrow account was transferred to the Special Account. The balance has not been released.			
8	Payment of interest, if any, to the shareholders along with the details thereof.	None			
9	Status of investor complaints received, if any	None.			

Acquirers and Directors of the Acquirer Companies accept the responsibility for the information contained in the Public Announcement and also for the obligations of acquirer laid down in the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 and subsequent amendments thereto.

Issued on behalf of the Acquirers and PACs by

Place : **Hyderabad**

Date : **09-05-2006**



Karvy Investor Services Limited

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size : 16 cms. x 23 cms.