

DATE: JANUARY 6, 2012
REF. : PIL:GN:L- 434/2011-2012

Company Code - PRAJIND

NATIONAL STOCK EXCHANGE OF INDIA LTD.
EXCHANGE PLAZA, 5TH FLOOR,
PLOT NO. C/1, G BLOCK,
BANDRA-KURLA COMPLEX,
BANDRA (EAST),
MUMBAI - 400 051
Fax: 022 -2659 8237 / 38

Dear Sir / Madam,

Praj Industries Limited (Praj) has acquired a majority stake in Neela Systems Limited (Neela) for approximately Rs.64 crores. This translates into a shareholding of 50.20% for Praj.

Neela, a Mumbai based Company having business interest in Water treatment and modular process systems is focused on Biotech, Pharma and personal care industries. With this, Neela becomes a subsidiary of Praj, but would continue to operate as an independent entity.

Neela, a company founded in 1989 by Mr. Himanshu Shah, is having a turnover of approximately Rs. 90 crores including exports. It is a leader in high purity water segment. Neela is headquartered in Mumbai and has state-of-the-art manufacturing facility at Wada, Thane to build USDA, UKMCA and WHO compliant systems. Mr. Shah will continue as the Managing Director of Neela.

Kindly put this communication on your bulletin board for information of Investors.

Thanking you,

Yours faithfully,

For PRAJ INDUSTRIES LIMITED

GAJANAN NABAR
CEO & MD

DATE: JANUARY 6, 2012
REF. : PIL:GN:L- 435/2011-2012

Security Code No.: 522205

BOMBAY STOCK EXCHANGE LIMITED

**PHIROZE JEEJEEBHOY TOWERS,
25TH FLOOR, DALAL STREET,
MUMBAI - 400 001
Fax : 022- 22723121/3719/2037/2039/2041/2061**

Dear Sir / Madam,

Praj Industries Limited (Praj) has acquired a majority stake in Neela Systems Limited (Neela) for approximately Rs.64 crores. This translates into a shareholding of 50.20% for Praj.

Neela, a Mumbai based Company having business interest in Water treatment and modular process systems is focused on Biotech, Pharma and personal care industries. With this, Neela becomes a subsidiary of Praj, but would continue to operate as an independent entity.

Neela, a company founded in 1989 by Mr. Himanshu Shah, is having a turnover of approximately Rs. 90 crores including exports. It is a leader in high purity water segment. Neela is headquartered in Mumbai and has state-of-the-art manufacturing facility at Wada, Thane to build USDA, UKMCA and WHO compliant systems. Mr. Shah will continue as the Managing Director of Neela.

Kindly put this communication on your bulletin board for information of Investors.

Thanking you,

Yours faithfully,

For PRAJ INDUSTRIES LIMITED

**GAJANAN NABAR
CEO & MD**