

QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE

Name of the Company: **KNR CONSTRUCTIONS LIMITED**

Quarter ending on: **30th June 2012**

Particulars	Clause of Listing agreement	Compliance Status Yes/No	Remarks
I Board of Directors	49 I		
(A) Composition of Board	49(IA)	No	On 10.01.2012 Shri D Ramaiah one of our Independent Directors has resigned from the Board. Combination of Executive and Non-Executive Directors are not complied. Executive Directors – 4 Non-Executive Independent Directors - 3
(B) Non-executive Directors' compensation & disclosures	49 (IB)	Yes	
(C) Other provisions as to Board and Committees	49 (IC)	Yes	
D) Code of Conduct	(49 (ID)	Yes	
II. Audit Committee	49 (II)		
(A) Qualified & Independent Audit Committee	49 (IIA)	Yes	
(B) Meeting of Audit Committee		Yes	
(C) Powers of Audit Committee	49 (IIB)	Yes	
49 (IIC)			
(D) Role of Audit Committee	49 II(D)	Yes	
(E) Review of Information by Audit Committee	49 (IIE)	Yes	
III. Subsidiary Companies	49 (III)	N.A	
IV. Disclosures	49 (IV)		
(A) Basis of related party transactions	49 (IV A)	Yes	Statement of summary of related party transaction

			(if any) are periodically placed before the audit committee
(B) Disclosure of Accounting Treatment	49 (IV B)	N.A	There is no deviation from the accounting standards in preparation of financial statements
(C) Board Disclosures	49 (IV C)	Yes	
(D) Proceeds from public issues, rights issues, preferential issues etc.	49 (IV D)	Yes	
(E) Remuneration of Directors	49 (IV E)	Yes	
(F) Management	49 (IV F)	Yes	
(G) Shareholders	49 (IV G)	Yes	
V. CEO/CFO Certification	49 (V)	Yes	
VI. Report on Corporate Governance	49 (VI)	Yes	
VII. Compliance	49 (VII)	Yes	

For KNR Constructions Limited

M. V. Venkata Rao
Company Secretary & Compliance Officer

Date: 11th July 2012

Place: Hyderabad