

## QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE

Name of the Company: KNR CONSTRUCTIONS LIMITED

Quarter ending on: 30<sup>th</sup> June 2009

Particulars	Clause of Listing agreement	Compliance Status Yes/No	Remarks
<b>I Board of Directors</b>	49 I		
(A) Composition of Board	49(IA)	Yes	
(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	
<b>II. Audit Committee</b>	49 (II)		
(A) Qualified & Independent Audit Committee	49 (IIA)	Yes	
(B) Meeting of Audit Committee		Yes	
(C) Powers of Audit Committee 49 (IIC)	49 (IIB)	Yes	
(D) Role of Audit Committee	49 II(D)	Yes	
(E) Review of Information by Audit Committee	49 (IIE)	Yes	
<b>III. Subsidiary Companies</b>	49 (III)	N.A	On 30.09.2008 the company has formed a subsidiary company " KNR Agrotech and Beverages Pvt Ltd." but the same yet to commence any business.
<b>IV. Disclosures</b>	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	
<b>V. CEO/CFO Certification</b>	49 (V)	Yes	Complied in Annual Report for 2007-2008
<b>VI. Report on Corporate Governance</b>	49 (VI)	Yes	Complied in Annual Report for 2007-2008
<b>VII. Compliance</b>	49 (VII)	Yes	Complied in Annual Report for 2007-2008

**For KNR Constructions Limited**

**M. V. Venkata Rao**  
**Company Secretary & Compliance Officer**

**Date: 08<sup>th</sup> July 2009**  
**Place: Hyderabad**