

## QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE

|                     |                                 |
|---------------------|---------------------------------|
| NAME OF THE COMPANY | KANISK UDYOG VINIYOG LIMITED    |
| QUARTER ENDED ON    | 31 <sup>st</sup> December, 2011 |

| SL.NO | PARTICULARS   | CLAUSE OF THE LISTING AGREEMENT | COMPLIANCE STATUS (YES /NO/N/A) | REMARKS  |
|-------|---|---------------------------------|---------------------------------|--|
| I     | <b>BOARD OF DIRECTORS</b>   | 49(I)                           |                                 |  |
|       | A COMPOSITION OF BOARD  | 49(IA)                          | YES                             |  |
|       | B NON EXECUTIVE DIRECTORS COMPENSATION & DISCLOSURE                   | 49(IB)                          | N.A                             |  |
|       | C OTHER PROVISIONS AS TO BOARD AND COMMITTEES                         | 49(IC)                          | YES                             |  |
|       | D CODE OF CONDUCT   | 49(ID)                          | YES                             | The Board of Directors has laid down a code of conduct for all members and senior management.  |
|       | <b>AUDIT COMMITTEE</b>  | 49(II)                          |                                 |  |
| II    | A QUALIFIED AND INDEPENDENT AUDIT COMMITTEE                           | 49(IIA)                         | YES                             |  |
|       | B MEETING OF AUDIT COMMITTEE  | 49(IIB)                         | YES                             |  |
|       | C POWERS OF AUDIT COMMITTEE   | 49(IIC)                         | YES                             |  |
|       | D ROLE OF AUDIT COMMITTEE   | 49(IID)                         | YES                             |  |
|       | E REVIEW OF INFORMATION BY AUDIT COMMITTEE                            | 49(IIE)                         | YES                             |  |
| III   | <b>SUBSIDIARY COMPANIES</b>   | 49(III)                         | YES                             | The Company has one non-listed subsidiary which is not "material non-listed Indian subsidiary"   |
| IV    | <b>DISCLOSURES</b>  | 49(IV)                          |                                 |  |
|       | A BASIS OF RELATED PARTY TRANSACTION                                  | 49(IVA)                         | N.A                             |  |
|       | B DISCLOSURES OF ACCOUNTING TREATMENT                                 | 49(IVB)                         | YES                             | In the preparation of the financial statements treatment as prescribed in an Accounting Standard has been followed. Hence no discussion is required. |
|       | C BOARD DISCLOSURES – RISK MANAGEMENT                                 | 49(IVC)                         | N.A                             |  |
|       | D PROCEEDS FROM PUBLIC ISSUES, RIGHT ISSUES, PREFERENTIAL ISSUES ETC. | 49(IVD)                         | N.A                             |  |
|       | E REMUNERATION OF DIRECTORS   | 49(IVE)                         | N.A                             | "will be complied with in the next annual report"  |
|       | F MANAGEMENT  | 49(IVF)                         | N.A                             | "will be complied with in the next annual report"  |
|       | G SHAREHOLDERS  | 49(IVG)                         | N.A                             | "will be complied with in the next annual report"  |
| V     | <b>CEO / CFO CERTIFICATION</b>  | 49(V)                           | YES                             | "will be complied with in the next annual report"  |
| VI    | <b>REPORT ON CORPORATE GOVERNANCE</b>                                 | 49(VI)                          | YES                             | "will be complied with in the next annual report"  |
| VII   | <b>COMPLIANCE</b>   | 49(VII)                         | YES                             | "will be complied with in the next annual report"  |


  
 Ashish Pravech