



KSK Energy Ventures Limited

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CIN No: L45204AP2001PLC057199

Date: 30th November 2016

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra-East
Mumbai - 400 051
Security Symbol: KSK

The Secretary
BSE Limited (DCS- CRD)
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001
Scrip Code: 532997

Dear Sir,

Sub: Company Update

Please find below a copy of the update on the performance of various operational power plants of KSK Group for the half year ended 30th September, 2016.

As regards financial information in accordance with IND-AS for the same period, the same would be furnished within the extended timelines provided.

Thanking you,

Yours faithfully
For KSK Energy Ventures Limited

MSP Jee

M.S. Phani Sekhar
Company Secretary

Cautionary Statement with Respect to Forward-Looking Statements:

This update contains projections and other forward-looking statements that involve risks and uncertainties. The use of the words "expect," "anticipate," "potential" and similar expressions is intended to identify such forward-looking statements. Projections and forward-looking statements are based on the current expectations and estimates of KSK Group regarding its plans, outlook, strategies and results for the future. All such projections and forward-looking statements are based on management's assumptions and beliefs derived from the information available at the time of producing this update and are not guarantees of future performance. KSK Group undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. Therefore, it is advised that you should not rely solely upon these projections and forward-looking statements in making your investment decisions.

COMPANY UPDATE

During the period, operating assets generated 4,990 GWh with an average portfolio plant load factor ("PLF") of 55%, compared to 4,026 GWh with an average portfolio PLF of 44% for the corresponding period in the previous year.

	30 Sep 2016 (GWh)	30 Sep 2015 (GWh)
KSK Mahanadi (1200 MW)	3539	2134
Sai Wardha (540 MW)	702	986
VS Lignite (135 MW)	372	418
Sai Regency (58 MW)	207	228
Sai Lilagar (86 MW)	-	93
Sitapuram Power (43 MW)	161	159
Solar Project (10 MW)	9	8
TOTAL	4,990	4,026

The first half of the current year has witnessed a definitive increase in gross generation at the KSK Mahanadi power plant compared to the corresponding period in the previous year, while the other plants had minor variations. In aggregate it is anticipated that gross generation could exceed 10 TWh for full year of operations. It is anticipated that gross generation will continue to increase further during 2017-18.

With regard to the long term coal linkages at KSK Mahanadi, which in the short term have meant dependence on e-auction coal from Coal India and open market coal for balancing requirements, it is understood that the Ministry of Coal as well as the Ministry of Power of the Government of India are working towards a new policy of coal linkages for all power plants in India. KSK Mahanadi is currently meeting its entire coal requirements through e-auction and market coal. However, under the new policy under formulation, in addition to new linkage formats for future power generation plants, coal linkage requirements of all existing Independent Power Producers (IPPs), with PPA commitments to DISCOMS already made, is expected to also be addressed. This could ensure the power plant's long term coal requirements on a sustainable basis are addressed.

The Company is pleased to note that, not only has the additional debt been sanctioned by the Consortium of Project Lenders for KSK Mahanadi but also the

interim disbursement has since commenced, enabling progress towards completion of the next 1,200 MW

As regards to discussions with a number of potential strategic and financial investors for collaboration / equity participation in the KSK Mahanadi project, progress has been made and the Company is confident that, with the support of its lenders, progress on this aspect will also be achieved.

Our performance would not have been possible without the continued support of our shareholders, who have enabled us to pursue business opportunities despite challenging market conditions"