

Press Release

**Punj Lloyd enters into agreement with SKIL Infrastructure to transfer its stake in
Pipavav Shipyard**

New Delhi, March 29, 2010: Punj Lloyd Limited, the global engineering, procurement and construction conglomerate today announced that it has entered into a Share Purchase Agreement pursuant with Mumbai-based SKIL Infrastructure Limited and SKIL Shipyard Holdings Private Limited to which, Punj Lloyd Limited has agreed to sell its entire shareholding in Pipavav Shipyard Ltd, aggregating to 129,360,538 Equity Shares in two tranches constituting 19.43% of the issued and paid up capital of the Company to SKIL Infrastructure Limited and SKIL Shipyard Holding Private Limited at a total cost of Rs. 656 crores.

Speaking on the development, Mr Luv Chhabra, Director-Corporate Affairs, Punj Lloyd said, *"We at Punj Lloyd are focusing on our existing businesses and continuously evaluating our portfolio in line with our shareholder interests and value. This decision is in line with our overall growth strategy"*.

Punj Lloyd Limited and SKIL Infrastructure Limited are the Promoters of Pipavav Shipyard Ltd and SKIL Shipyard Holdings Private Limited, a wholly owned subsidiary of SKIL Infrastructure Limited, is part of the Promoter Group of the Company.

About Punj Lloyd:

Punj Lloyd (BSE SCRIP ID: PUNJLLOYD, NSE SYMBOL: PUNJLLOYD) is a globally diversified conglomerate providing engineering, procurement and construction services in Oil & Gas, Petrochemical and Infrastructures sectors, with interests in aviation, defence and marine. Known for its capabilities in delivering mega projects 'ontime,' thereby ensuring repeat customers, the Group possesses a rich experience of successfully delivered projects across the globe, while maintaining the highest standards of health, safety, environment and quality (HSEQ). Further information about the Group is available at www.punjloydgroup.com

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