

QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE

Name of the Company : Lakshmi Electrical Control Systems Limited
 Quarter ending on : 30.06.2011

| Particulars | Clause of Listing Agreement | Compliance Status (Yes/No) | Remarks |
|--|-----------------------------|----------------------------|---|
| I. Board of Directors | 49 (I) | | |
| (A) Composition of Board | 49 (I A) | Yes | |
| (B) Non-Executive Directors' compensation & disclosures. | 49 (I B) | Yes | Disclosed in the Annual Report for the year ended 31.03.2011 |
| (C) Other provisions as to Board and Committees. | 49 (I C) | Yes | |
| (D) Code of conduct | 49 (I D) | Yes | |
| II. Audit committee | 49 (II) | | |
| (A) Qualified & Independent Audit Committee. | 49 (II A) | Yes | |
| (B) Meeting of Audit Committee | 49 (II B) | Yes | |
| (C) Powers of Audit Committee | 49 (II C) | Yes | |
| (D) Role of Audit Committee | 49 (II D) | Yes | |
| (E) Review of Information by Audit Committee. | 49 (II E) | Yes | |
| III. Subsidiary Companies | 49 (III) | No | |
| IV. Disclosures | 49 (IV) | | |
| (A) Basis of related party transactions. | 49 (IV A) | Yes | |
| (B) Disclosure of Accounting Treatment | 49 (IV B) | Yes | |
| (C) Board disclosures | 49 (IV C) | Yes | |
| (D) Proceeds from public issues, rights issues, preferential issues etc. | 49 (IV D) | NA | No shares of any kind is issued. Hence not applicable. |
| (E) Remuneration of Directors | 49 (IV E) | Yes | Disclosed in the Annual Report for the year ended 31.03.2011. |
| (F) Management | 49 (IV F) | Yes | -do- |
| (G) Shareholders | 49 (IV G) | Yes | -do- |
| V. CEO / CFO Certification | 49 (V) | Yes | -do- |
| VI. Report on Corporate Governance | 49 (VI) | Yes | -do- |
| VII. Compliance | 49(VII) | Yes | -do- |