



Milano- September 25, 2008

Zagato Centrostile, the Milano-based Italian automotive design company responsible for designing some of the most **spectacular** cars of the last century for companies such as Ferrari, Maserati, Bugatti, Bentley, Rolls Royce, Jaguar and Lamborghini, today announced that Autoline Industries Limited (Autoline, India) has taken a significant strategic stake in the company.

Zagato, as part of the Autoline Group will offer 'Art to Part Solutions' for automotive and transportation markets around the world, leveraging its 300 persons design-engineering team and 10 manufacturing facilities in India and the United States. The pre-money valuation is Euros 2 Millions and post money valuation is Euros 5 Millions. The investment is towards a capital increase and not towards a buyout, hence as a 60% shareholder of the companies, Autoline will continue to maintain a proportionate benefit on the balance sheet of the Company.

Commenting on the move, Gopal Patwardhan, Executive Chairman of Autoline said "With Zagato joining our group, we now cover the entire product development lifecycle, with volume manufacturing and advanced engineering now combined with the most exclusive Italian design".

Andrea Zagato, Chairman of Zagato added, "The combination of the latest finite element modelling and analysis technologies from DEP Autoline, a subsidiary of Autoline Industries with Zagato's functional design philosophy represents a significant development in our 90 year history. Evolving from Aerospace design sensibilities, we were the first company to adopt computer-aided design in the 1980's. The combination with Autoline and its leading-edge design processes will enable us to continue to offer the best of Italian design with the most innovative software modelling and analysis technologies available in the Automotive industry today."

Duke Equity Ltd. (Dubai) and Crescendo Capital (Geneva) acted as financial advisors on the transaction signed at Carnelutti studio Legale in Milano

About Zagato Centrostile (Total Design Centre) -Zagato, founded in 1919, is one of the most **prestigious** design houses of the world. The company offers highly flexible styling, modelling and prototype construction facilities to the world's leading automotive brands. The Company also works with industry leaders in Aerospace, Marine and Railway, including the Ferretti Group, Bombardier and CNH.

About Autoline Industries Ltd. - Listed on the Bombay Stock Exchange and National Stock Exchange, Autoline is an integrated Design, Engineering and Manufacturing company, focused on producing BIW (Body-in-White) complete sheet metal welded assemblies and mechanisms. Autoline's US subsidiary, DEP Autoline, develops Advanced Engineering Solutions for mechanical design and analysis. In its most recent fiscal year, the Autoline Group had sales revenue of approximately USD 100 Million.

Kapil Kaul

Autoline Industries Ltd.

T-135, 411026. Maharashtra, India

Mobile: + 91 98900 01295

Phone+9120 66408963

E-mail: kapil.kaul@autolineind.com

Paolo Di Taranto

Zagato Centrostile

Via Arese 30, Terrazzano di Rho, Milano, Italy

Phone: + 39 02 9346621

Fax: +39 02 93901617

E-mail: paolo.ditaranto@zagato.it