

Press Release

Kirloskar adds 1500 rpm, 2.4 to 3.6 MW Diesel and Gas Generating Sets to Kirloskar Green genset range

Pune, INDIA, Thursday, July 19, 2007

“Kirloskar Green” is the world’s largest selling diesel generating set brand in 3 to 6600 kVA. These generating sets are powering the industry, service sector, telecom networks, construction sites, Information Technology Parks, and Retail Malls. Kirloskar Green generating sets are presently sold in 42 countries.

Kirloskar Oil Engines Ltd. (KOEL) has now entered into an exclusive licensing agreement with Waukesha Engine, a business of Dresser Inc., USA for the manufacture, sales and service worldwide of diesel engines for generating sets in range 2.4 to 3.6 MW. The license agreement also includes a future option for KOEL to build, package and sell and service in India gas-fuelled generating sets in 2.4 to 3.6 MW range.

Mr. L. A. Joshi, Executive Vice President of KOEL said, “The generating sets from this alliance with Waukesha will be introduced in the market in 18 to 24 months.”

In addition to the above, the alliance will provide KOEL the opportunity to manufacture and supply components and assemblies to Waukesha for their manufacture of gas engines in the US.

Today, KOEL does manufacture engines in the range of 1.5 MW to 5.6 MW. These run at speeds of 1000 on diesel and 750 rpm on heavy fuel oil. With the addition to the range of the generating sets out of the alliance with Waukesha, Kirloskar will also offer diesel generating sets at competitive price point as these run at 1500 rpm instead of 1000 rpm sets from the present range.

The gas-fuelled generating sets in range 2.4 to 3.6 MW is an addition to Kirloskar Green range of generating sets.

The global market for diesel generating sets in 2.4 to 3.6 MW is about 800 engines in 2007 while the Indian market for gas-fuelled generating sets in 2.4 to 3.6 MW is about 45 engines. Both the markets are expected to double in 3 to 5 years.

Mr. Atul Kirloskar said, “With the addition of 1500 rpm high output diesel and gas-fuelled gensets, Kirloskar’s position in the genset market strengthens significantly, and the rights to sell the diesel generating sets globally supplements our global strategy.”

About Waukesha Engine

Founded in Waukesha, Wis. In 1906, Waukesha Engine, a business unit of Dresser, Inc., is a manufacturer of spark-ignited, gaseous-fueled engines widely used in power generation, field gas compression and other mechanical drive applications. Waukesha Engine also packages Enginator[®] gensets and DC switchgear controls for the distributed generation market.

Waukesha Engine’s manufacturing facility, located in Waukesha, is ISO 9001 certified. The Company’s Web site is www.waukeshaengine.dresser.com.

About Dresser, Inc.

Dresser, Inc. is a leader in providing highly engineered infrastructure products for the global energy industry. The Company has leading positions in a broad portfolio of products including valves, actuators, meters, switches, regulators, piping products, natural gas-fueled engines, retail fuel dispensers and associated retail point of sale systems and air and gas handling equipment. Leading brand names within the Dresser portfolio include Dresser Wayne[®] retail fueling systems, Waukesha[®] natural gas-fired engines, Masoneilan[®] control valves, Mooney[®] regulators, Consolidated[®] pressure relief valves, and Roots[®] blowers and rotary gas meters. It has manufacturing and customer service facilities located strategically worldwide and a sales presence in more than 100 countries. The Company’s Web site is www.dresser.com.