ARSS INFRASTRUCTURE PROJECTS LTD.

Date: 13th April, 2018

To,
Manager - Listing Compliance
National Stock Exchange of India Limited
'Exchange Plaza'. C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai - 400 051

Sub: News Clarification

Dear Sir/ Madam,

This is with reference to the Clarification sought for by the exchange regarding recent news item appearing in Business Standard - Sources dated 12-Apr-2018, titled "CBI books ARSS Infrastructure for cheating Central Bank of India".

Exchange's query is as follows:

a) Whether such event stated in published news were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order.

Reply: This is with reference to your e-mail dated 12.04.2018 on the Clarification sought for by the exchange regarding recent news item appearing in Business Standard dated 12-Apr-2018, titled "CBI books ARSS Infrastructure for cheating Central Bank of India".

In this regard, our company hereby clarifies that the event stated in published news is not pertaining to our company rather it is related to the non material subsidiary of our company namely: "ARSS Damoh - Hirapur Tolls Private Limited",

To bring out the alleged facts, ARSS Damoh - Hirapur Tolls Private Limited was sanctioned a term loan of Rs 87 crores by the Central Bank of India, Bhubaneswar on 24.10.2011 for construction of the road in the state of Madhya Pradesh under Madhya Pradesh Road Development Corporation Limited "MPRDC". ARSS Infrastructure Projects Limited had given the corporate guarantee and its Director Mr. Subash Agarwal had given the personal guarantee against the said loan. The total sum of Rs 62.55 crores was disbursed by the Central Bank of India, Bhubaneswar during the period from October 27, 2011 to May 2, 2013 for the purpose.

For the obvious reasons, MPRDC terminated the contract and proceeded to appoint a third party contractor in September, 2013. The matter is presently under arbitration for adjudicating the dispute between ARSS Damoh - Hirapur Tolls Private Limited and MPRDC. At the time of difficult financial situation faced by the borrowing company, the aforesaid termination of the contract increased their owes and they could not pay the loan installments. It is also gathered that they were in talk with the bank for settlement through compromise formula. Mean while, the matter might have been referred by the bank to CBI, about which our company had no clue.

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Corp. Office : ARSS Mall, Community Centre, Plot No. 40, Block-A, Paschim Vihar, Opposit to Jwalaheri Market, New Delhi-110063 (India)
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b) The material impact of this article on the Company.
Reply: As per our company's view there must not be any material impact of the said news on our company as it was related to the non material subsidiary company.

c) Whether company are aware of any information that has not been announced to the Exchanges under Regulation 30 of Listing Regulations. If so, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under Regulation 30 of the Listing Regulations.

Reply: Firstly the matter belongs to the non material subsidiary company and our company was not aware of this event taken up into it. Therefore, the above issue does not attract the provisions of Regulation 30 of the Listing Regulations, 2015.

Kindly take the same in your record.

Thanking You,

For ARSS Infrastructure Projects Limited

(Alka Khemka)
Company Secretary

Signature :-
Name : Alka Khemka
Designation : Company Secretary
Address :Plot No-38,Sector-A,Zone-D
Mancheswar Ind.Estate,Bhubaneswar-751010
Membership No.F8938