

Ref: JAL :SEC:2017

21st April, 2017

BSE Limited

25th Floor, New Trading Ring,
Rotunda Building,
P J towers, Dalal Street, Fort
MUMBAI 400 001
SCRIP CODE: 532532

The Manager

National Stock Exchange of India Ltd.
"Exchange Plaza", C-1, Block G,
Bandra-Kurla Complex,
Bandra (E), Mumbai - 400 051
NAME OF SCRIP: JPASSOCIAT

Sub: Clarification on news-item appeared in Business Standard

Dear Sir,

Kindly refer to your email dated 17th April, 2017 requiring Company's clarification on news item stated to have appeared in Business Standard, titled "After protest from home buyers, Jaiprakash Associates' MD, others booked."

The Company is already engaged in completing various Real Estate Projects, a Sector which has been battling several challenges beyond the control of the Company. As a responsible Organisation, the Company is making sincere efforts to assuage the sentiments caused by delays and will continue to do so. Such an effort has been reported in the Times of India dated 18-4-2017 (copy enclosed).

We wish to re-confirm that being responsible and law abiding Company, it is committed to complete the projects and fulfil its commitments.

We reiterate that the Company is in the business, which, inter-alia, includes real estate including retail sales and will obviously have some customers who are dissatisfied and may initiate some unwarranted actions, for which the company does take appropriate steps to put forth its stand before the concerned authorities.

We may add here that in our opinion, the delay in completion of Projects that is due to various reasons beyond the control of the Company, has led to the allegations of fraud/cheating etc. which are vehemently denied, being false, baseless and frivolous and publication of an article in the press will not have any material impact on the Company.

We further confirm that we are not aware of any information that has not been announced to the exchanges under Regulation 30 of the Listing Regulations.

We hope you will find the above in order.

Thanking you,

Yours faithfully,

For **JAIPRAKASH ASSOCIATES LIMITED**


(MOHINDER PAUL KHARBANDA)

Sr. General Manager (Sectl.) &
Company Secretary

Encl : As above.

The Times of India

Title : Jaypee gets Rs 1,800cr to restart Noida work

Author : Prabhakar Sinha & Sharmila Bhowmick

Location :

Noida

Article Date : 04/18/2017

Claims Will Deliver 6k Flats By March 2018, Another 8k In '19

Jaypee on Monday claimed it will restart construction at its mammoth Wish Town project in Noida by next week as it has received Rs 1,800 crore in working capital from banks.

Work on the project with some 32,000 flats and 3,000 plots across 800 acres along the Noida-Greater Noida Expressway had come to a standstill with Jaypee having handed over only 5,500 flats.

But on Monday, Manoj Gaur, executive chairman of Jaiprakash Associates Ltd, assured agitating homebuyers that construction on 50 towers will begin by April 24, and on another 70 by April 29. There are 305 towers in Wish Town, 250 of which are incomplete. Jaypee said it will release the construction schedule of all the towers by April 29.

Gaur said as the company received the approval to complete the sale of its cement plants for Rs 16,500 crore to Kumar Mangalam Birla group company, UltraTech Cement, banks have agreed to extend working capital of Rs 1,800 crore to the company.

The working capital will help meet the immediate funding requirements to start construction, Gaur said. And once work starts, money from homebuyers will pour in as they are tied to a construction-linked building plan. The homebuyers' contribution still due is Rs 7,000 crore.

At the same time, the amount required to complete the construction of all the projects is Rs 9,000 crore. The difference could be met from selling 1,500 unsold apartments and unsold commercial space.

Around 27,000 buyers are agitating against the developers for the delay in giving possession of their promised flats. On Sunday, they even lodged an FIR against the builder. On Monday, they first met Gaur at a police station, a meeting facilitated by SP City, Noida, Dinesh Yadav. The meeting then shifted to the Jaypee office at Sector 128.

Buyers said the developers had made promises earlier too but did not keep them. However, Gaur said the company could not keep its promises in the past because of unforeseen circumstances. "Now as working capital has been released by banks, we will be able to meet the new timeline," Gaur said.

He also asked buyers to form groups of 7-10 persons in each project to monitor the progress of construction. He said the company will soon update its websites and from June a mechanism will be in place that will regularly update the site with all the latest information on construction. The company will also inform all the buyers of the construction schedule of his apartment and respective project through email.

The company has delivered 5,500 apartments and 3,000 plots. By March 2018, the company claims it will deliver another 6,000 apartments. Gaur claimed in 2018-19, the company will deliver 8,000 apartments and the remaining ones by 2020. The company has so far launched 32,000 apartments out of which 1,500 are unsold.

Gaur hoped that with the start of construction, cash flow in the company will improve, which will help it to

expedite completion of the flats. He hoped the sentiment in the real estate market will improve in the next one year. This will enable the company to monetise its unsold units and unused land. He said his priority was to complete the project so that everyone's interest is protected.

WISH TOWN IN NUMBERS...

305 | residential
towers in Wish
Town

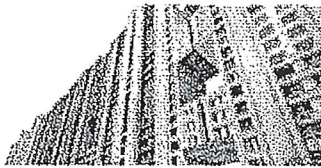
250 | towers
yet to be
completed

32,000 | No.
of flats. Also
has 3k plots

26,500 | Flats
that are yet to be
handed over

...And Jaypee's Completion Plan

April 24 | Work to start in 50 of
these 250 towers



April 29 | Work to start
in 70 more towers

March 2018 | Jaypee
hopes to complete
and hand over 6,000
apartments to buyers
by then

Rest of 2018 & 2019 | Completion
target for 8,000
more apartments

2020 |
Completion and
handover of
entire project

Jaypee will
formally reveal
a completion
schedule on
April 29