NAVA BHARAT

NAVA BHARAT VENTURES LIMITED

Regd. Off. : NAVA BHARAT CHAMBERS, RAJ BHAVAN ROAD, HYDERABAD-500 082, TELANGANA, INDIA

NBV/SECTL/1008/2015-16
February 1, 2016

Sri K. Hari, Vice President
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block
Bandra Kurla Complex, Bandra (E)
MUMBAI – 400 051

NSE Symbol: 'NBVENTURES'

General Manager –
Dept. of Corporate Services
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
MUMBAI – 400 051

Scrip Code: '513023' / 'NBVENTURE'

Dear Sir,

Sub: Reporting of Material Event.

We enclose herewith, the details of Material Event, pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your kind information and records, please.

Thanking you,

Yours faithfully
for Nava Bharat Ventures Limited

Company Secretary
& Vice President

Encl.: as above

Telephone : (040) 23403501, 23403540 Fax : (040) 23403013
E-mail : nbvl@nbv.in Website : www.nbventures.com
Corporate Identity No. : L27101TG1972PLC001549

ISO 9001 ISO 14001

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Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Cash Discount on account of quality discrepancy against Ferro Silico Manganese exported to M/s. Ronly Limited, UK.

The Company exported 9990 MTs of Ferro Silico Manganese to M/s. Ronly Limited, UK during February and March, 2015 and the customer reported quality discrepancy of excess Chrome content beyond ASTM Standards prevailing in the European Markets during the current year, resulting in potential sales returns / rejection of the entire quantity. The Company traced the quality discrepancy as being due to the switch over of production from Chromium Alloys to Manganese Alloys in 2014-15 at its Odisha works in the initial phase of the change. After prolonged negotiations with M/s. Ronly Limited, the Company was able to settle the quality dispute by extending cash discount of USD 1,993,880 against the aggregate sale value of USD 9,906,030. After complying with the extant guidelines of Reserve Bank of India, as per the Master circular for reduction of invoice value for exports and with export regulations, the Company effected the said discount. This same will be captured as an exceptional item of expenditure pertaining to previous year and reflected in the financial statements as such.

for Nava Bharat Ventures Limited

C V Durga Prasad
Director (Business Development)

Date: 01.02.2016

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