NAVA BHARAT VENTURES LIMITED

NAVA BHARAT CHAMBERS, RAJ BHAVAN ROAD, HYDERABAD-500 082, A.P., INDIA

NAVA BHARAT

NBV/SECTL/785/2012-13
August 8, 2012

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

Kind attn: Sri K.Hari, Vice President

Dear Sir,

Sub: Outcome of the Meeting of the Board of Directors held on 08.08.2012.

This is to inform that the Board of Directors of the Company at its meeting held on 08.08.2012 approved the following decisions and actions of its Subsidiary, Brahmani Infratech Private Limited (BIPL).

The IT/ITES SEZ Project which is being implemented by BIPL was envisaged for completion in 5 years i.e, by November, 2012. BIPL entrusted the development work on the Project to Mantri Technology Parks Private Limited (MTPL), a subsidiary of Mantri Developers Private Limited (MDPL) which were the Co-Developer and the Technical Associate respectively of the Project. There was a material breach of the Development Agreements by them.

BIPL, following such material breach:

Terminated Development Agreements with M/s. Mantri Technology Parks Private Limited / M/s. Mantri Developers Private Limited and forfeited their security deposit of Rs.30 crores as per the Agreements. The fact of termination was informed to the Government of Andhra Pradesh/APIIC;

Sought for extension of time from the GoAP/APIIC for continuing the SEZ Project by inducting a new Technical Associate / Co-Developer; and

Reiterated to the GoAP to consider its request for extension of timelines to implement the Project and that, if the GoAP does not intend to consider BIPL's request favorably, the same might please be treated as a letter of surrender of the land allotted to BIPL on refund of the amounts paid towards the cost of land and cost of development expenditure as per the Agreement.

Thanking you,

Yours faithfully,
By Order of the Board
for Nava Bharat Ventures Limited

Company Secretary
& Vice President