

Ref: JAL :SEC:2016

6th October 2016

BSE Limited

25th Floor, New Trading Ring,
Rotunda Building,
P J Towers, Dalal Street, Fort,
MUMBAI 400 001

Fax No. 022-22723121/2037/39/41

SCRIP CODE: 532532

The Manager

Listing Department

National Stock Exchange of India Ltd

"Exchange Plaza", C-1, Block G,

Bandra-Kurla Complex,

Bandra (E), , Mumbai - 400 051

Fax No. 022-26598237/8238/8347/8348

NAME OF SCRIP: JPASSOCIAT

Sub : Update about the Board Meeting held on 6th October 2016

Dear Sir,

In continuation to our letter dated 5th October 2016, we are enclosing a press release on the outcome of the Board Meeting held today.

Information as per Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 is also enclosed as Annexure-1.

Kindly take the information on record and disseminate the same to constituent members and investing public.

Thanking you,

Yours faithfully,

For JAIPRAKASH ASSOCIATES LIMITED

(MOHINDER PAUL KHARBANDA)

Sr. General Manager (Sectl.) &
Company Secretary

Encl : As above

PRESS RELEASE

Jaypee Group has had the privilege to build iconic infrastructure projects in the country and put up several Greenfield cement plants in a very short time span. However, constrained with the downturn in the economy, the Group has, on a proactive basis, embarked upon a massive disinvestment plan to reduce its overall debt position.

In this direction, the Restructuring Committee followed by Audit Committee of Jaiprakash Associates Limited (JAL) in their respective meetings today recommended to the Board to accept the offer of Orient Cement Limited (OCL), a part of CK Birla Group, to acquire Company's 74% equity stake in Bhilai Jaypee Cement Limited (BJCL). The Board discussed these recommendations in detail and thereupon, gave its approval to accept the offer of OCL to acquire Company's 74% stake in BJCL based on an Enterprise Value of Rs. 1,450 crore on a cash free and debt free basis and subject to adjustments on account of Working Capital, if any.

BJCL is a Joint Venture between JAL (holding 74% equity) and Steel Authority of India Limited (SAIL) (holding 26% equity) and has a 1.0 MPTA clinker manufacturing unit in Distt. Satna in Madhya Pradesh and a 2.2 MTPA grinding unit in Bhilai, Chhattisgarh.

The divestment would be subject to execution of definitive agreements, approval of SAIL, approval of lenders of BJCL besides other statutory & regulatory approvals as applicable and is expected to consummate by March, 2017.

Commenting on the development, Shri Manoj Gaur, Executive Chairman Jaiprakash Associates Limited, observed: —

"Downturn in the economy especially in the infrastructure sector has impacted companies who leveraged their balance sheet to build infrastructure projects for the country.

Divesting of assets specially those which have commercial life of over 40 years is intended to make JAL emerge stronger and consistently serve the nation".

E&Y were the Transaction Advisor and Vaish Associates the Legal Advisor to the Company for this transaction.

For any further information, please get in touch with the undersigned:

MOHINDER PAUL KHARBANDA
Sr. General Manager (Sectl.) & Company Secretary
E-mail: mohinder.kharbanda@jalindia.co.in
Contact No. 9810072113



Corp. & Regd. Sector-128, Noida-201304, Uttar Pradesh (India)
Office : Ph. : +91 (120) 4609000, 2470800 Fax : +91 (120) 4609464, 4609496
Delhi Office : 'JA House', 63, Basant Lok, Vasant Vihar, New Delhi - 110 057 (India)
Ph. : +91 (11) 26141540, 26147411 Fax : +91 (11) 26145389, 26143591
E-mail : For Shareholders : jal.investor@jalindia.co.in
For Fixed Deposits : jalinvestor@jalindia.co.in
Website : www.jalindia.com CIN : L14106UP1995PLC019017

Information required as per Regulation 30 of LODR read with circular dated 09.09.2015

1.4. SALE OR DISPOSAL OF UNIT(S) OR DIVISION(S) OR SUBSIDIARY OF THE LISTED ENTITY:

S.No.	Particulars Required	
a)	The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year	NIL Equity stake in Bhilai Jaypee Cement Limited, being a separate company did not contribute anything to turnover or revenue or income of Jaiprakash Associates Ltd. (JAL). Net worth of JAL (as on 31.03.16) = Rs. 15135.11 Cr. Investment in BJCL = Rs. 407.72 Cr.
b)	Date on which the agreement for sale has been entered into	6 th October 2016.
c)	The expected date of completion of sale/disposal	March 2017
d)	Consideration received from such sale/disposal	The equity value of JAL's 74% stake in BJCL shall be computed on the basis of an enterprise value of Rs. 1,450 crore on a cash free & debt free basis subject to adjustments on account of financial indebtedness and working capital.
e)	Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies. If yes, details thereof	Orient Cement Limited (OCL). OCL does not belong to promoter/ promoter group/group companies.
f)	Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length"	No
g)	Additionally, in case of a slump sale , indicative disclosures provided for amalgamation/ merger , shall be disclosed by the listed entity with respect to such slump sale	N.A. Change in shareholding pattern = There will be no change in shareholding pattern of JAL.

Note: For the purpose of this sub-clause, "slump sale" shall mean the transfer of one or more undertakings, as a result of the sale for a lump sum consideration, without values being assigned to the individual assets and liabilities in such sales.

