

January 19, 2015

National Stock Exchange of India Ltd.
"Exchange Plaza"
Bandra-Kurla Complex, Bandra (E),
Mumbai- 400 051

BSE Limited
Phiroze Jeejeebhoy Tower
Dalal Street
Mumbai- 400 001

Delhi Stock Exchange Limited
DSE House
3/1, Asaf Ali Road
New Delhi- 110002

Dear Sirs,

Scrip Code No. : PARSVNATH-EQ (NSE); 532780 (BSE); 470013 (DSE)

Sub.: Clause 36 of the Listing Agreement – Outcome of Arbitration

**Chandigarh Housing Board directed to pay Rs. 568 Crores alongwith interest and
return Bank Guarantees of Rs. 75 Crores**

This is to inform that:

- the Company had entered into a Development Agreement (DA) dated October 06, 2006 with Chandigarh Housing Board (CHB) for the development of residential, commercial and other related infrastructure facilities as an integrated project on land admeasuring 123.79 acres situated at Rajiv Gandhi Technology Park, Chandigarh (Project) and paid Rs. 516.53 crores as bid price towards the part consideration payable for the right to develop the Project during the period from October 2006 to April, 2008.
- Owing to various factors such as delay in handing over unencumbered land and consequent non-determination of start of development period, delay in approval of drawings, etc. and various other issues, disputes had arisen between the Company and CHB. Consequently, the Company had invoked the arbitration clause in the DA.
- Arbitration proceedings after following the due process under the law have been concluded on March 20, 2014 and an Award has been pronounced on January 09, 2015 (Award). Considering the various claims and counterclaims made by the Company and CHB respectively, the Sole Arbitrator has, *inter-alia*, passed an Award:
 1. Upholding the termination of DA on January 31, 2010 and as a consequence thereof the Company has been directed to hand over vacant possession of the project land to CHB within one month from the date of Award.

Parsvnath Developers Limited

CIN: L45201DL1990PLC040945

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Registered Office: Parsvnath Metro Tower, Near Shahdara Metro Station, Shahdara, Delhi - 110032, Ph. : 011-43050100, 43010500, Fax : 011-43050473

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2. Directing CHB to repay to the Company a sum of Rs. 568 Crores approx. (after adjustment of compensation and interest payable to CHB) along with interest from 9th January, 2015 till the date of payment and return the Bank Guarantees furnished aggregating to Rs. 75 Crores.

The Company is evaluating the aforesaid Award to decide the future course of action.

Please acknowledge the receipt.

Thanking You,

Yours faithfully
For Parsvnath Developers Limited



(V. Mohan)
Company Secretary