SOBHA

PASSION AT WORK

May 07, 2011

To,

The Bombay Stock Exchange Ltd, Dept. of Corporate Services, Floor 25, P.J Towers, Dalal Street, Mumbai – 400 001 **Scrip Code: 532784**	The National Stock Exchange of India Ltd, Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra East, Mumbai – 400 051 **Scrip Code: SOBHA**

Dear Sir / Madam,

Sub: Resumption of Production at the Interiors Division of the Company.

Sobha Developers Limited has an Interiors Division located at Bommasandra Industrial Area, Bangalore which is primarily engaged in wood work and manufacturing wood or wood based products including doors and windows of various descriptions and dimensions. The output of the Interiors Division is used as inputs in the construction and development of the residential and contractual projects of the Company as a part of our Backward Integration model of delivery.

The Company had earlier informed that production has been disrupted at the Interiors Division of the Company consequent to industrial unrest of contract workmen employed by the contractors.

The Company hereby informs that the Department of Labour, Government of Karnataka had ruled that the strike by workers hired by contractors on their contractors and irresponsibly stopping the work is illegal. Based on this, the contract workers have agreed with the contractors to resume work and consequently production has resumed at the Interiors Division of the Company with effect from yesterday i.e. May 06, 2011.

The Company further clarifies that the impact of this strike was minimal on the operations of the Company as a whole and the Interiors Division of the Company is confident of meeting its delivery milestones.

We request you to kindly take the aforesaid information on record in terms of Clause 36 of the Listing Agreement.

Thanking you.
Yours sincerely,

For Sobha Developers Limited

Kishore Kayarat
Company Secretary and Compliance Officer