NAVA BHARAT VENTURES LIMITED

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

NAVA BHARAT

NBV/SECTL/ 169 /2011-12
April 27, 2011

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

Dear Sirs,

Sub: False and misleading information in the website of moneycontrol.com in the page of NAVA BHARAT VENTURES LTD., by someone.

This is to inform that certain false and misleading information was entered by someone spreading rumours in moneycontrol.com website in the page of Nava Bharat Ventures Ltd. under the head "COMMENTS".

The factual position is informed as follows:-

Purchase of Lands: It is alleged that, one of the employees purchased the lands in Durgada village of East Godavari Dist. of Andhra Pradesh in his personal name fraudulently utilizing the funds of the Company. Mr. N. Prabhakar, Vice President, Sugar Division, Samalkot, was authorised by the Board of Nava Bharat Energy India Limited, a Wholly Owned Subsidiary of the Company, to purchase lands in East Godavari District. The land owners who sold the lands executed possession Agreement cum General Power of Attorney in the name of Mr. N. Prabhakar and the Company made payments to the vendors through Mr. N. Prabhakar, in the process of acquisition of lands. All the related documents were deposited with the Company. The process of acquisition of lands is still going on.

Once various lands are tied up through General Power of Attorney, the same are registered in the name of the Company by Mr. N. Prabhakar. The above procedure and practice have been followed for effective dealings with various land owners and for administrative convenience.

Hence, the above allegation is false and baseless.

Civil and criminal proceedings in the Courts of Kakinada: The civil and criminal cases being considered by the Hon'ble District Courts at Kakinada in the East Godavari District of Andhra Pradesh and reported in the media relate to a different matter involving a former employee and are subjudice.

This is for your kind information, please.

Thanking you

Yours faithfully
For Nava Bharat Ventures Limited

M. Subrahmanyam
Company Secretary
& Vice President

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