



Ref No.: MPL/SX/2018

Date: 05.10.2018

To,

The Bombay Stock Exchange (BSE) PJ Towers, Dalal Street, Fort, Mumbai -400 001	The National Stock Exchange (NSE) of India Limited, 5th Floor, Exchange Plaza, Bandra (East), Mumbai- 400 051.
Attention to Ms. Zarana Shah Deputy Manager, Surveillance-BSE	

Sub.: Clarification regarding Media Report dated 04th October, 2018 u/r 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 on the captioned report of World Bank debarred Madhucon Projects Limited for two years.

Ref.: Non-Disclosure under regulation 30 of Listing Regulations, 2015 and For Rumour Verification vide email dated 05th October, 2018 on the captioned Media Report.

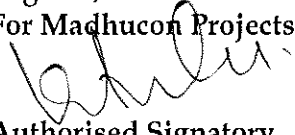
With reference to the above, please find herein the clarification.

"The World Bank has temporarily debarred Madhucon Projects from participating in World Bank aided projects for a period of 3 years initially due to alleged negligence of its project staff in Lucknow-Muzzafarpur Highway projects which constituted a sanctionable practice as per the World Bank sanctions guidelines. Madhucon challenged the same before sanctions Board of World Bank at Washington, wherein, after a personal hearing, vide decision dated 26.10.2017 Madhucon was exonerated of all allegations. Based on the Company's representation, the Board reduced the period of debarment to 2 years. This decision was based on consideration of material supplied by World Bank after the hearing, without serving a copy to Madhucon, on the basis of which Madhucon has filed its representation before the sanctions Board seeking review of its decision, as the penalty imposed is grossly disproportionate.

The Company has successfully completed the said Lucknow-Muzzafarpur Highways Project and handed over it to the National Highways Authority of India (NHAI) during the year 2012. There are no complaints from NHAI on the said project till date.

The aforesaid decision will not have any material effect on the company as firstly the Company has comfortable order book position and secondly the company is not at all dependent on World Bank aided projects for its revenues."

Regards,
For Madhucon Projects Limited


Authorised Signatory