



MEGASOFT LIMITED

CIN : L72200TN1999PLC042730
Block "A" Wing 1, Level 5 & 6, Cyber Gateway
Madhapur, Hyderabad - 500081
Telangana, India.
Tel : +91 (40) 4033 0000; Fax : +91 (40) 4013 3555
website : www.megasoft.com

6 February 2020

BSE India Limited
Phirozejeejeebhoy Towers
Dalal Street, Fort
Mumbai 400001

National Stock Exchange of India
Exchange Plaza
Bandra-kurla complex, Bandra(E)
Mumbai 400051

Scrip code : 532408

Symbol : MEGASOFT

Dear Sirs,

Sub : Joint Development Agreement (JDA) – Lease Rental Announcement for Phase 2 (Block 2)

The Company on 7/8/2016, had announced that it is in the process of setting up a large IT facility in its property at Nanakramguda, Hyderabad (which was registered in the company's favour in May 2015 by TSIIC through conditional sale deed) with a new developer (shareholder's approval through a postal ballot was obtained dated March 22, 2016). On 12th March 2018, the Company had announced that the company had filed for necessary government approvals for its Joint Development Agreement (JDA) with the Salarpuria Sattva group. Subsequently on 9th November 2018 the company had announced that it had received approval for this JDA from the government of Telangana/Telangana state Industrial Infrastructure Corporation (TSIIC) and entered into a JDA with the Salarpuria Sattva group and will receive & retain approximately 5 lakhs square feet as its net share to accrue in three phases. Vide the above notification the company had also announced that the first phase of the project is nearing completion as per schedule and company for its net share of 65000 sq ft in this phase, has successfully concluded a lease rental agreement. Subsequently vide its press release dated 14th February 2019 for announcing the company's Oct-Dec 2018 quarterly financials the company had reported that the rentals receipts for phase 1 (Block 1) have started.

Now the company is pleased to announce that second phase (Block 2) is nearing completion as per schedule and company for its share of approximately 140000 sq ft in this phase, has successfully concluded a lease rental agreement. The lease rental revenues are expected to accrue starting from 1st November 2020 and as per terms agreed with the Company's Bankers, the rental proceeds would be entirely used to reduce the consolidated bank debts in the books of the company.

Thanking You

Very truly yours

MEGASOFT LIMITED


GV Kumar
Managing Director

