

Ref No: PSPPROJECT/SE/10/21-22

June 17, 2021

Corporate Relations Department
BSE Limited
Floor 25, P.J. Towers,
Dalal Street, Mumbai- 400 001
Scrip code: 540544

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051
Scrip Symbol: PSPPROJECT

Dear Sir/Madam,

Subject: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Details of Litigation

The details as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 are as given below:

Sr.no.	Particulars
1.	At the time of becoming the party
a.	<p>Brief details of litigation viz. name(s) of the opposing party, court/tribunal/agency where litigation is filed, brief details of dispute/litigation</p> <p>Name of the opposing party: Bhiwandi Nizampur Municipal Corporation ('BNMC')</p> <p>Court/ tribunal/agency where litigation is filed: Commercial Arbitration petition (No. 125 of 2021) under Section 9 of the Arbitration and Conciliation Act, 1996 has been filed before the Hon'ble District Court at Thane on June 15, 2021.</p> <p>Brief details of dispute/litigation:</p> <p>1. The Company was awarded a project for planning, designing and construction of Flat type High Rise Building-cum-Commercial Unit including on site development with all infrastructure services for 6348 EWS Housing Units under PMA at Bhiwandi by the BNMC.</p> <p>2. BNMC under one pretext or other delayed the project and for over 20 months out of a 36 months' contract and hence work for the project could not be commenced.</p> <p>3. Since the work for the aforesaid project could not be started due to reasons not within the control of the company within 1/8th of the stipulated time for completion of work, the</p>



		<p>company requested BNMC to either close the contract and refund the Earnest Money Deposit and the performance Guarantee, as agreed under the Tender Agreement or provide the company a price escalation on overall project cost.</p> <p>4. However BNMC issued a show cause notice and arbitrarily threatened to invoke and encash the bank guarantee.</p> <p>5. Hence, the company filed the petition under Section 9 of the Arbitration and Conciliation Act, 1996 against BNMC to prevent the invocation of Bank guarantee as interim relief under Section 9 of the Arbitration and Conciliation Act, 1996</p>
b.	expected financial implications, if any, due to compensation, penalty etc	The Company sought an order of Injunction under Section 9 of the Arbitration and Conciliation Act, 1996 to prevent BNMC from encashing and invoking the Bank Guarantee. In case, if the company does not succeed in getting the order of Injunction, the company verily believes that BNMC may encash and invoke the guarantee of Rs. 6.73 crores.
c.	quantum of claims, if any	The Company claimed an order of Injunction under Section 9 of the Arbitration and Conciliation Act, 1996 to prevent encashing and invoking of the Bank Guarantee of Rs. 6.73 crores in the proceeding.
2.	Regularly till the litigation is concluded or dispute is resolved	
a.	the details of any change in the status and / or any development in relation to such proceedings	In the hearing on the matter held on June 17, 2021 before the Hon'ble District Court of Thane, the Hon'able court has granted the company an ad interim relief injunction (stay) against BNMC till returnable date i.e. June 25, 2021 by issuing a notice upon them and accordingly the next hearing date is June 25, 2021.
b.	in the case of litigation against key management personnel or its promoter or ultimate person in control, regularly provide details of any change in the status and / or any development in relation to such proceedings	Not Applicable



c.	in the event of settlement of the proceedings, details of such settlement including - terms of the settlement, compensation/penalty paid (if any) and impact of such settlement on the financial position of the listed entity.	Not Applicable
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Kindly take the above on your record.

Thanking You,
For **PSP Projects Limited**

Mittali

Mittali Christachary
Company Secretary & Compliance Officer

