



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

9 November 2018

BSE Limited

Phirozejeejeebhoy Towers

Dalal Street, Fort

Mumbai 400001

Scrip code : 532408

National Stock Exchange of India Limited

Exchange Plaza

Bandra-kurla complex, Bandra(E)

Mumbai 400051

Symbol : MEGASOFT

Dear Sirs,

Sub : Joint Development Agreement (JDA) – Lease Rental Announcement

The company on 7/8/2106 , 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 TSIIIC through conditional sale deed) with a new developer (shareholder's approval through a postal ballot was obtained dated March 22, 2016). Subsequently on 12 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. The company has received a conditional approval for this JDA from the government of Telangana /Telangana State Industrial Infrastructure Corporation (TSIIC). Accordingly, as per the terms and conditions approved, the company has now finalized its JDA with the Salarpuria Sattva group and will receive & retain approximately 5 lakhs square feet as its net share (depending upon final FSI and municipal clearances) of the to-be –constructed property . Assuming no project delays, the company's share of SFT is expected to accrue in three phases, starting from the end of year 2018 and finishing by mid of 2021. The proceeds of the same will help the company reduce /pay off its consolidated debts. As announced in the above notification, the first phase of the project is nearing completion as per schedule and company for its Net Share of 65000 SFT in this phase, has successfully concluded a lease rental agreement. The lease rental revenues are expected to accrue starting from the First Quarter (better January & March) of 2019 and as per terms agreed with the Company's Bankers, the proceeds will be entirely used to reduce the Consolidated Bank debts in the books of the company.

Thanking You

Very truly yours

MEGASOFT LIMITED

G V Kumar

Managing Director & Compliance Officer

