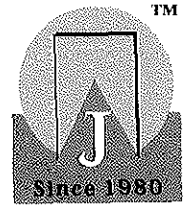


J. Kumar Infraprojects Ltd.

We dream ... So we achieve...



J. Kumar

ISO 9001:2008
ISO 14001:2004
OHSAS 10001:2007

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Ph.: +91-22-6774 3555. Fax+91-22-2673 0814. E-mail : info@jkumar.com Website : www.jkumar.com
CIN No. : L74210MH1999PLC122886

30.03.2017

To,
The Manager
Listing Department
The National Stock Exchange of India Limited
Bandra Kurla Complex,
Mumbai -400051

The General Manager,
Department of Corporate Services,
Bombay Stock Exchange Limited
P J Towers, Dalal Street,
Mumbai – 400 001

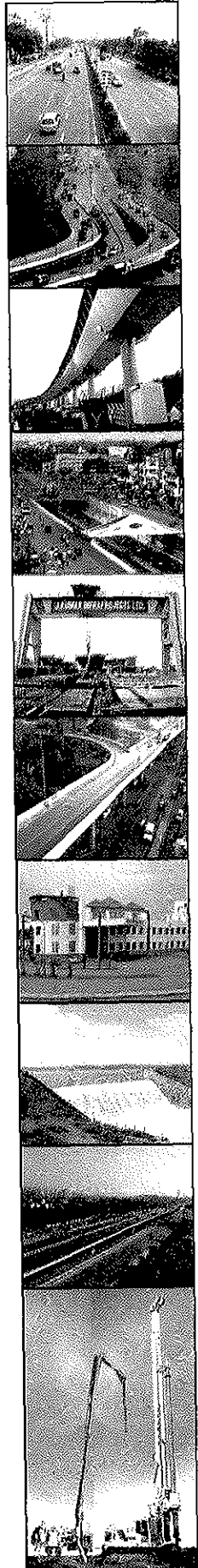
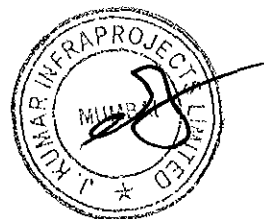
SUB: Clarification on the news item published in Mumbai Mirror regarding the BMC Blacklisting of the Company.

Ref No.: NSE/CM/Surveillance/6713

Respected Sir,

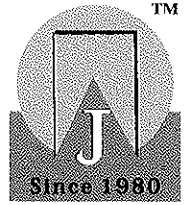
In continuation to our letter dated March 29, 2017 we have to state and submit as under:

1. Our Company J Kumar Infraprojects is in receipt of Show Cause Notices for three works awarded by the Municipal Corporation of Greater Mumbai (MCGM). The details of the three show cause notices are as under:
 - a. Show Cause Notice bearing no. Ch. E./762/SR/Rds Tr. with respect to the irregularities found in execution of the Contract W 266 – Concreting of various roads in Western Suburbs awarded to the JV. If the liability is crystallized under the said notice, the recovery proceeding will be initiated against the JV for the amount of Rs. 1902.09 Lakhs out which the responsibility of the Company will be Rs. 970.065 Lakhs. Further the same can be recovered from the sub-agencies to whom work has been given for execution.
 - b. Show Cause Notice bearing no. Ch. E./766/SR/Rds Tr with respect to the irregularities found in execution of the Contract W277 improvement of side strips of linking road in mastic asphalt in H/W and K/W wards in Western suburbs awarded to the JV. If the liability is crystallized under the said notice, the recovery proceeding will be initiated against the JV for the amount of Rs. 106.36 Lakhs out which the responsibility of the Company will be Rs. 54.243 Lakhs. . Further the same can be recovered from the sub-agencies to whom work has has been given for execution.
 - c. Show Cause Notice bearing no. Ch. E./768/SR/Rds Tr. with respect to the irregularities found in execution of the Contract AW 90 – Improvement of various roads in Asphalt in P/N ward in Western Suburbs awarded to the Company. If the liability is crystallized under the said notice, the recovery



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CIN No. : L74210MH1999PLC122886

proceeding will be initiated against the Company for the amount of Rs. 54.243 Lakhs.

2. The Show cause notices have been issued to the Company along with the J V participant to show cause why the recover proceedings should not be initiated against the noticees within 15 days upon the receipt of the said show cause notices.
3. It is further submitted that the Company is in receipt of the a speaking order dated March 24, 2017 bearing no. Dir/ES&P/493/Cont issued by the Director, Engineering Services & Projects, Municipal Corporation of Greater Mumbai(hereinafter referred to as "MCGM") with respect to the Contract W – 266 (Concerting of various roads in Western Suburbs) awarded by MCGM to a Joint venture between J Kumar Infraprojects Limited and K R Construction (hereinafter referred to as the "JV"). The order entails the details of the enquiry and the conclusion drawn by the Enquiry Committee. The operative part of the said order is as follows:

"M/s J. Kumar Infraprojects Ltd-K.R. Construction (J.V) and M/s J. Kumar Infraprojects (Who is the lead partner in the Joint Venture) and M/s K.R. Constructions who are the partners of the joint venture are deregistered for the period of 7 (Seven) Years from the date of serving of this order on them and hence, blacklisted for 7 (Seven) Years from competing, entering in any contract with and fro carrying out any work with MCGM and supply to MCGM departments along with Directors of M/s J. Kumar Infraprojects Limited namely Mr. Jagdish kumar Madanlal Gupta, Mr. Kamal Jagdish Gupta and Mr. Nalin Jagdish Gupta, Partners of M.s K.R. Construction namely Mrs Tarla Rajendra Shah, Mr. Konark Rajendra Shah &Mr. Manish Narendra Kasaliwal POA holder, and their Authorised Signatories as per Rules Governing the Registration of Contractor/s for Civil, Mechanical Electrical and Electronics Engineering Works- 2015."

4. In this regards it is submitted that said order is under consideration of the management of the Company for various options including appealing to the Municipal Commissioner of MCGM and also going to the court of law.
5. Kindly take the same on your records.

Thanking you,

Yours faithfully

For J. Kumar Infraprojects Ltd

Jagdishkumar Gupta
(Executive Chairman)

