

Date: 18th May, 2016

To
The General Manager,
Dept of Corporate Services
BSE Ltd
P. J. Towers, Dalal Street,
Fort, Mumbai 400 001

Subject: Press Release

Scrip: 506194

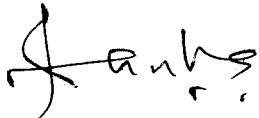
Dear Sir,

We would like to hereby inform and intimate to the Stock Exchange and all Stakeholders that, the Company, Arihant Superstructures Limited had held a press conference to day in connection with the approvals required for its project Arihant Aakansha. The press release informing the same is attached herewith for your reference.

You are requested to please disseminate this information to the Stakeholders at the earliest.

Regards

For, ARIHANT SUPERSTRUCTURES LIMITED



AMAN VERMA
CHIEF FINANCIAL OFFICER

Press note

As a City maker, CIDCO has done cities like NaviMumbai , Nasik , Nanded, Aurangabad , Vasai-Virar, Sindudurg district headquarters & confident of its Managing Director Mr Bhushan Gagrani IAS who is known for his quick decisions & ease of doing business approach. Arihant Superstructures Ltd is an important stakeholder in the development of Navi Mumbai for past more than 20 years & hence we have genuine concerns about method of working of some officers of NAINA which is affecting developers. It is for this reason we decided to come forward and give clarifications on the press statements given by Mr Venugopal - Additional Chief Planner Naina Cisdco Ltd. in respect of our rental housing project.

Our main concern is that the main objective of Govt of Maharashtra to give affordable housing for all is disrespected by some of the officers of NAINA resulting into non availability of housing stock free of cost in PPP models .

As told by Mr Venugopal in Print & Electronic media; we have to say that we have not asked for any relaxations or concessions or extra FSI which is not in DCR of MMRDA for Rental housing Scheme. This is a special DCR made by Government of Maharashtra to make project viable where developer has to give land and buildings free of cost to the Government, for Affordable housing which Government can give to Economic Weaker Section & low income group at nominal cost, may be 1BHK flat in 10lakh.

We have been trying hard since last 3 years to get approvals. We have made all the payment of fire charges & scrutiny fee in lakhs to CIDCO & have all NOCs of relevant department like Environmental Clearance, MMRDA's locational clearance & Layout approval, Airport height NOC, NA order by collector of Raigad, National highway NOC, PWD, Health, Grampanchayat NOC & all documents as per Agreement of MMRDA.

But Mr. Venugopal & Mr. Ashitosh Nikade & other NAINA officers due to their negative approach have been forcing us & making us succumb to changes which are not in DCR.

For a Government PPP project where government is going to get 1474 houses of affordable housing worth 150 crores, is delayed for such a long time, affecting the dream of Government of Maharashtra & Government of India to provide houses to poor people.

We deny Mr. Venugopal's comment about lift. We have provided proper lifts. There is no mention of number of lifts in DCR for planning requirement of lifts. National Building Code (NBC) does not give any indicative total population to travel for residential building. As per NBC, this has to be referred to the service provider's calculation (We have provided lifts as per certified service provider according to international standards of travel time & traffic analysis)

We deny Mr. Venugopal's comment that we asked for waiver in FSI calculations. We have proposed FSI as per MMRDA's DCR on rental housing.

In the press note Mr. Venugopal told 18m road is required where as in his letter dated 10th may 2016 he turned out & accepted it is not requirement of DCR. It is our committee recommendation.

Mr. Venugopal in the press note comments about basement extension, we are asking the same basement line as granted by him in similar scheme in their other approvals of BP 92 as per DCR.

Now I would like to bring to your notice some approvals given by Mr. Venugopal, which are in contravention to MMRDA rental DCR. The content from website are following:-

- Building permission granted for project where even no NA permission is taken for the land in consideration BP:- 89 at the time of approval
- Building permission approval on project with no proper minimum open margins BP-08.
- Building permission granted with 9m wide drive way for amenities space land. Not as per DCR BP:- 163.

The DCR check list does not provide for asking a undertaking from applicant that he will not claim infrastructure from Naina though they have collected infrastructure /Development charges for the same from various approvals till date to a tune of 60 crores.

We have following questions for NAINA Authorities:

1. Why there is partiality in scrutiny of cases & approving a project ?
2. Why does it take months & years to do scrutiny of a plan & not tell the applicant all deficiency in one stroke. Why do they tell only one thing at a time? Delay the approval of projects ?
3. Why for giving a NOC for NA it takes 2 years of time where no major documents should be required other than 7 x 12 extract ?
4. Why there are committee & committees? Is competent authority not competent to give approval as done by all town planning offices in Maharashtra ?
5. Why have you not granted any permission to fourth floor, well within the FSI prescribed, which all the applicants are asking for as Government of Maharashtra has already issued notification in July 2015 for 200 GES Scheme ?

Lastly we have to state that Justice delayed for any applicant is justice denied. We are with the government for its agenda affordable housing for all and are willing to work for it.

Ashok Chhajer