

Ref: NCL/CS/2016/32

July 08, 2016

Department of Corporate Services
BSE Limited
Pheroze Jejeebhoy Towers
Dalal Street, Fort
Mumbai 400 001

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra Kurla Complex
Bandra (East)
Mumbai 400 051

Scrip Code & Symbol: 539332; NAVKARCORP

Dear Sirs,

Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Subject: Receipt of Arbitral Award with respect to litigation with Central Railway

Pursuant to Regulation 30(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company would like to inform the Exchanges about the receipt of Arbitral Award with respect to a pending litigation with Central Railway.

The Prospectus of the Company issued during the Initial Public Offering, on page number 21, discloses inter alia the following risk associated with litigation with the Central Railway:

"We have in the past disputed a land license fee imposed on us by the Central Railway Administration in relation to our private siding and land licensing agreement for our railway siding operations, and we are currently party to an arbitration proceeding with the Central Railway Administration with respect to such fee, which involves an amount of Rs. 74.26 million (for the period 2011-2012 to 2014-2015). Our existing dispute with the Central Railway Administration may also adversely affect our plans to establish railway siding operations in our PFT at our proposed ICD near Vapi."

The Company would now like to inform the Exchanges that the Company has received Arbitral Award resolving the litigation between the Company and Central Railway. According to the Arbitral Award, the Central Railway has revised the Land License Fee, which works out to Rs.3,86,92,622.92 (Rupees Three Crore Eighty Six Lakh Ninety Two Thousand Six Hundred Twenty Two and Ninety Two paise only) excluding Service Tax, for the period 01.01.2011 to 31.03.2016. The Company has agreed to pay the revised license fee for the land as stated above.

A copy of the Arbitral Award is available on the website of the Company at www.navkararfs.com

We request you to take note of the same.

Yours sincerely,

For **Navkar Corporation Limited**



Ekta Chuglani
Company Secretary

