



Hotels

VELAN HOTELS LIMITED

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GSTIN : 33AAACV8449H3Z3

CIN : L55101TZ1990PLC002653

15/10/2019

BSE Ltd
Corporate Relationship Dept
Floor No.25, P.J.Towers
Dalal Street
Mumbai 400 001

Sub : Intimation – Details of Litigation under Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

Dear Sir

We hereby inform you that the Arbitral Award dated 10th day of October, 2019 in respect of Arbitration Case filed before the Sole Arbitrator, has been received by the Company today (15/10/2019)

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

Sr.No.	At the time of becoming the party	
a)	Brief details of litigation, viz name of the opposing party, Court/Tribunal/agency where litigation is filed, brief details of dispute / litigation	Mohan Clothing Company Pvt Ltd, New Delhi, a tenant of shopping mall filed a claim petition before the Sole Arbitrator, Coimbatore during the year 2015 against the Company. The Company is the Respondent in the said claim petition. The Company challenged the claim petition. The Claimant (Mohan Clothing) is one of tenant of the shopping mall owned by the Company and took a Store for rent for sale of its garments under brand name "Blackberry". After opening of the shopping mall, the Claimant did not start operation in the said store instead claiming the recovery of interest free refundable



		<p>security deposit and cost of expenses incurred by the Petitioner in carrying out the fit-outs and interior works and for damages alongwith interest at 24% per annum.</p> <p>From preliminary observation of the impugned the Claim petition, it appeared to be completely devoid of merits and consisted baseless claim against the Company.</p>
b)	Expected financial implications if any, due to compensation, penalty etc.	<p>In the result of Award of the Sole Arbitrator, the Company has to pay the Claimant a sum of Rs.9.82 lakh interest free security deposit and a sum of Rs.22.79 lakh towards cost of fit-out and interior works with 9% of interest and a sum of Rs.0.50 lakh towards damages and Rs.0.50 lakh for cost of proceeding within 3 months from the date of the award.</p> <p>As the Company believes that the award is without merit, the award will be challenged via appeal at appropriate legal forum at appropriate time.</p>
c)	Quantum of claims, if any	Rs.33.61 lakhs with interest.

This is for your information and records.

Thanking you

Yours truly,
For VELAN HOTELS LIMITED

M. Srinivasan

M.SRINIVASAN
COMPANY SECRETARY