

Ref: JAL:SEC:SES/2007

March 21, 2007

Bombay Stock Exchange Ltd.
1st Floor, New Trading Ring,
Rotunda Building,
P J Towers, Dalal Street, Fort,
MUMBAI 400 001

Fax No.022-22722037,39,41

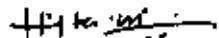
Dear Sirs,

We are pleased to inform you that in terms of the approval of the shareholders of the Company accorded on February 25, 2007, the Company has today, the 21st March, 2007, signed the Shareholders' Agreement with Steel Authority of India Limited (SAIL) for setting up of 2.2 MTPA capacity slag based Cement Plant at Satna / Bhilai in the Joint Venture through a Special Purpose Vehicle to be incorporated for the purpose.

JAL shall be holding 74% stake in the Joint Venture, while 26% shall be held by SAIL.

Thanking you,

Yours faithfully
for JAIPRAKASH ASSOCIATES LIMITED


(HARISH K. VAID)
President (Corporate) &
Company Secretary

Copy for kind information to:

1. **The Manager**
Listing Department
National Stock Exchange
of India Limited
'Exchange Plaza', C-1, Block G,
Bandra - Kurla Complex
BANDRA (E), MUMBAI 400 051

Fax No. 022-26598237/
26598238

2. **The Secretary**
The Calcutta Stock Exchange
Association Limited, 7 Lyons Range,
KOLKATA 700 001

Fax No.033-22104492/
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