



Corporate Announcement January 13, 2011

Sub: Investment by IL&FS Trust Company Limited & others in IBREL SPV

Dear Sirs,

We wish to inform you that for the real estate project on 8.39 acres of land at Lower Parel Division, Mumbai, earlier known as Bharat Textile Mills, being developed by M/s Indiabulls Infraestate Limited, a 100% subsidiary of the Company ("IBREL SPV"), M/s IL&FS Trust Company Limited and its group of investors namely IIRF India Realty XXI Limited and Little Fairy Limited (the "Investors"), have invested an aggregate of Rs. 200 crores, through subscription to equity in IBREL SPV for an aggregate minority stake of 9.36% of its post issue equity share capital at a valuation of Rs. 2,136 crore which is at a premium of Rs 555.70 crore to the price of Rs. 1,580.30 crore paid for acquiring Bharat mills (including stamp duty).

This is being submitted for the information of members of the Exchange and investors at large.

Thanking you,

Yours truly,
for **Indiabulls Real Estate Limited**