



December 29, 2006.

To
The Manager
National Stock Exchange
Bandra Kurla Complex
Mumbai

Dear Sir

Sub: Redemption of 872,843 7% Redeemable Preference Shares of Rs. 100 each of the Company.

This is to inform that pursuant to the terms of issue of 872,843 7% Redeemable Preference Shares of Rs. 100 each issued by the Company on the 31st day of March 2005, a sum of Rs.87,284,300 (Rupees Eight Crores Seventy Two Lakhs Eighty Four Thousand Three Hundred) is due for redemption to the holders of such Preference Shares in the month of January 2007.

This is for your information.

With Regards
For Sobha Developers Limited


Authorized Signatory.