

## **WEB UPDATE – MYSORE (23 Aug 22)**

1. Refer to the web updated dated 08 Jul 22.
2. M/s GJS Infratech Pvt Ltd, Civil Contractor of AFNHB Mysore Project had taken up case with the Hon'ble High Court for invoking arbitration clause in the project and had subsequently moved an application U/S 17 of Arbitration and Conciliation Act 1996 for praying following relief:-
  - (a) Status quo with regard to the construction in respect of the contract awarded to M/s GJS for AFNHB Mysore project.
  - (b) To restrain the AFNHB from terminating the Contract.
  - (c) To restrain AFNHB from encashing Bank Guarantees.
3. The said application was defended vigorously on different dates and final arguments were heard on 06 Aug 22 and orders were reserved. Now, the Hon'ble Arbitrator, Justice VK Shali (Former Judge, Delhi High Court - Sole Arbitrator) has passed the order on 20 Aug 22 where in the application filed by M/s GJS Infratech Pvt Ltd for above mentioned relief has been dismissed.
4. With the above development, AFNHB on 22 Aug 22 has terminated the contract with M/s GJS Infratech Pvt Ltd and Bank Guarantees are also being encashed.
5. Now, as per the provision of contract, a Board of Officers has been constituted which is going to be assembled on 29 Aug 22 at AFNHB Mysore Project Site for Joint Measurement/ Assessment of work and taking stock of inventory. The Board Proceedings is to be submitted by 15 Sep 22 at AFNHB HQ.