



National Stock Exchange of India Ltd.

November 8, 2016

**Kind Attn:** Mr. Vishnu Vyas, Assistant Manager-Listing Compliance  
Exchange Plaza, C-1, Block - G,  
Bandra - Kurla Complex,  
Bandra (E),  
Mumbai - 400 051

BSE Limited

**Kind Attn:** Mr. Jimit Prajapati, Assistant Manager-Listing Compliance  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai - 400 001

By E-mail / Web Upload

Dear Sir/ Madam,

**Sub:** Clarification sought on disinvestment of our holding in ConnectM Technology Solutions Pvt. Ltd.

**Ref:** E-mail from (a) NSE dated October 28, 2016; and (b) BSE dated November 3, 2016

In response to your query on the above subject, please find below our para-wise response:

1. *The amount and percentage of the turnover or revenue or income and net worth contributed by such entity during the last financial year i.e., 2015-16:*

The amount and percentage of the turnover or revenue or income and net worth contributed by ConnectM Technology Solutions Pvt. Ltd. during the last financial year i.e., 2015-16 is as follows:

Rs. In lakhs

Description	Q1	Q2	Q3	Q4	Total (A)	Consol (B)	% (A/B)
Revenue	67.22	75.96	74.93	84.95	303.05	46,316.74	0.65
Other Income	1.12	1.20	1.09	16.33	19.75	1,620.29	1.22
Total	68.34	77.16	76.02	101.28	322.80	47,937.03	0.67
PAT	0.66	3.30	4.00	(14.73)	(6.76)	20,629.25	N.A.
Share Capital & Reserves	(42.39)	(39.10)	(35.09)	(49.81)	(49.81)	49,901.03	

2. *Date on which the agreement for sale has been entered into:*

The agreement for sale was entered into on October 27, 2016.



Sasken Communication Technologies Ltd.

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3. *The expected date of completion of sale / disposal:*

We expect the sale / disposal to be completed by November 11, 2016.

4. *Consideration received from such sale/disposal:*

The Consideration received from such sale / disposal is Rs.10 lakhs.

5. *Brief details of buyers and whether any of the buyers belong to the promoter / promoter group / group companies. If yes, details thereof.*

The name of the Buyer is Avanti Computing Pvt. Ltd., Unit No. 1160, Tower B1, Spaze I, Tech Park, Sohna Road, Gurgaon- 122 001.

None of the buyer(s) belong to the promoter / promoter group / promoter group companies.

6. *Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arm's length".*

The transaction does not fall under the definition of related party transaction.

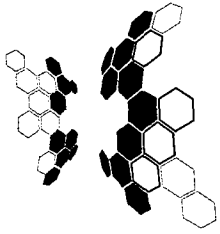
7. *Additionally, in case of a slump sale, indicative disclosures provided for amalgamation / merger, shall be disclosed by the listed entity with respect to such slump sale.*

During early 2007 Sasken Communication Technologies Ltd., ("Sasken") and IDG Ventures India LLC ("IDG") formed a joint venture company called ConnectM Technology Solutions Pvt. Ltd. ("ConnectM"). Subsequently IBM South Asia Holdings Ltd. ("IBM"), have become another major shareholder. As at March 31, 2016, Sasken holds 46.29%, IDG holds 46.29% and IBM holds about 7.08% in the capital of ConnectM.

Sasken has invested about Rs.17.96 crores in the capital of ConnectM and the entire amount has been impaired in the books in line with the Accounting Standards.

ConnectM's equity share capital as of March 31, 2016 stood at Rs.31.27 crores, whereas its accumulated losses stood at Rs.41.71 crores as at that date. Their net worth was completely eroded.





In view of the above, the other two major shareholders, viz. IDG and IBM have expressed their intention to sell their holding. Sasken has also decided to disinvest in the capital of ConnectM at the same price as was offered to the other two major shareholders.

We would also like to confirm that there will not be any change in the capital structure and shareholding of our Company pre / post this change.

Thanking you,

Yours faithfully  
For Sasken Communication Technologies Ltd.

S. Prasad  
Associate Vice President & Company Secretary