

Date: August 2, 2016.

BSE Limited

P. J. Towers, Dalal Street, MUMBAI – 400 001.

National Stock Exchange of India Limited

Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai-400051.

Scrip Code: BSE: 532368 & NSE: LYCOS

Dear Sir,

Sub: Clarification with regard to investor's queries.

This clarification is in response to the calls & emails received from investors enquiring about a recent news article. The company said "We are in talks with some investors to facilitate exit to the existing investors". This was in context of attracting institutional investors from the market and not raising capital into the Company.

It is as much our mandate to articulate the value of the company as effectively running the business.

Please take the above said information on your records.

Thanking you,

Yours truly,

for LYCOS INTERNET LIMITED

M. SURESH KUMAR REDDY

CHAIRMAN & MANAGING DIRECTOR

