

Bombay Stock Exchange
25th Floor, P.J. Towers
Dalal Street
Mumbai - 400 001
Scrip Code # 530075

National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Bandra – Kurla Complex
Bandra (E), Mumbai – 400 051
Scrip Code : Selan (Equity)

03 June 2017

Dear Sir :

Sub : Outcome of Board Meeting

The Board of Directors meeting for discussion of Buyback of Shares was held on 03 June 2017.

With share price trading at sharp discount to intrinsic value, a Buyback of Shares offers an attractive opportunity for the Company. For shareholders as well, who elect to participate, there is an attractive exit opportunity which provides the desired liquidity. And for shareholders who do not participate, there is an equally attractive opportunity of increasing their economic interest in the Company by continuing to retain their shareholding.

However, there are at least three major recent macro-economic events which makes your Board believe that it would be in the best interests of the Company and its shareholders to defer the decision on Buyback of Shares at the present time.

Firstly, as stated in our letter to Stock Exchanges dated 25 May 2017, there are uncertainties surrounding the upcoming GST law, the impact of which shall need to be assessed, to determine the extent of impact this law will have, if any, on our business and capital allocation decisions. Secondly, there is the recent OPEC plus others decision to extend production cuts through the fiscal year 2018. This decision has an encouraging impact on the industry outlook in the medium term, which in turn influences our capital allocation plans. Thirdly, there is major progress on China's "One Belt One Road" initiative, which is supportive of global demand for commodities.

Finally, at a Company specific level, we believe that a more robust and positive assessment on outcomes of our past capital allocation decisions on the Company's production, growth and profitability, will be possible over the coming months.

As a consequence, a decision on Buyback of Shares has been deferred to a later date. The Company shall inform the Stock Exchanges and shareholders as and when a decision is taken in this regard.

Thanking You.

Yours faithfully,



Gunjan Gupta
Assistant Company Secretary