

AFL/SES/11-12

November 10, 2011

The General Manager – Operations,
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI – 400 001.

National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra Kurla Complex,
Bandra East,
MUMBAI – 400 051

Dear Sirs,

Sub: Corporate Announcement
Ref.: Scrip code – 532774 / AFL

With an objective to create a significant presence in IT service space using synergies of the companies, the board of directors approved the merger of Accel Frontline Services Limited (AFSL) with the company (AFL).

AFSL is in the business for more than 18 years. The company offers Warranty Management Solutions for IT Products and mobile devices; Manufacturing, selling and servicing of High end Automation products, Payment Collection Solutions, Multi-Function Kiosks and Power Conditioning Systems.

The details on the pricing and the rationale of this merger would be available in the scheme of arrangement. Further, the merger is subject to necessary approvals by the shareholders of both companies and other statutory authorities.

The board also decided to acquire 100% stake in Accel IT Resources Limited (AITRL).

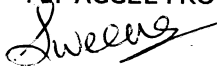
AITRL is in the business of training for the past 18 years. The company offers training in IT Infrastructure management, Embedded systems and Networking.

AFSL and AITRL are wholly owned subsidiaries of Accel Limited. Accel Limited, established in 1991, is the main promoter and the major shareholder of AFL.

The valuation exercise comprising swap ratio for the merger of AFSL with AFL and valuation of the shares for acquisition of AITRL was carried out by "M/s. KPMG India Private Limited".

Thanking you,

Yours faithfully,
For ACCEL FRONTLINE LIMITED,



SWEENA NAIR
COMPANY SECRETARY.