ACCELFRONTLINE
GLOBAL IT SERVICES

AFL/SES/2011
August 10, 2011

The National Stock Exchange of India Ltd
Exchange Plaza
Bandra Kurla Complex
Bandra East
Mumbai 400 051

The Bombay Stock Exchange Ltd
P.J. Towers
Dalal Street
Mumbai 400 001

Dear Sir,

Sub: Company Information – Acquisition of Ushus Technologies

This is in continuation to our letter dated 6th August 2011 wherein the company had advised the stock exchanges the proposed acquisition of Ushus Technologies.

We are forwarding herewith the press release on the subject matter.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For ACCEL FRONTLINE LIMITED

SWEENA NAIR
COMPANY SECRETARY

ACCELFRONTLINE

GLOBAL IT SERVICES

Accel Frontline Limited To Acquire Ushus Technologies

- **Enters Into MoU With Accel Transmatic Limited**
- **Acquisition subject to approval by ATL shareholders**
- **Acquisition to strengthen AFL's International IT Services offerings**

Chennai, August 09, 2011: Accel Frontline Limited (**BSE: 532774, NSE: AFL)**, a leading IT Services Company, today announced that it had entered into a Memorandum of Understanding (MoU) with Accel Transmatic Limited to acquire Ushus Technologies, the software services division of Accel Transmatic Limited. The acquisition is subject to approval by Accel Transmatic Limited shareholders.

N R Panicker, Chairman and CEO, Accel Frontline Limited said, "This acquisition is in line with our strategy to strengthen Accel Frontline Limited's IT services portfolio with value added offshore software services. Ushus Technologies is a fast growing Embedded Software Services provider with Fortune 100 companies in its client list. This strategic acquisition will help Accel Frontline Limited to grow its technology services business globally in the coming years and give a fillip to overseas business."

Ushus Technologies, a division of Accel Transmatic Limited, founded in 2000, is headquartered in Technopark, Thiruvananthpuram, and is a 100% export oriented software services company, specializing in embedded software for Imaging, Multimedia and Networking domains. It employs over 300 software professionals in its offshore development centers in Technopark Thiruvananthapuram and Infopark SEZ in Kochi. It also has its international offices in California and Tokyo. Ushus Technologies clocked a turnover Rs 19.97 Crore for the financial year ending March 31, 2011 and is expected grow by over 40% in the current year.

Commenting on this development, Mr Philip John, President of Ushus Technologies said "We are indeed happy to be part of Accel Frontline Limited as we see a big opportunity to grow our business many fold in the coming years. Being a part of a larger corporate entity, we will have the financial strength to scale up our infrastructure and resources. We will also use cross sell opportunities with the existing clients of Accel Frontline Limited in the international market."

Accel Frontline Limited's consolidated revenues for FY12 stood at Rs 396 Crore and Profit after tax were Rs 10.24 Crore compared to a turnover of Rs 271.5 Crore and profit after tax of of Rs 5.96 Crore in the previous financial year and is aiming to grow faster in the coming years.

ACCEL FRONTLINE LTD.

About Ushus Technologies

Ushus Technologies is the software division of Accel Transmatic Limited and a quality provider of offshore technology solutions to world leaders, including Fortune 100 companies. This division rolls out technologically advanced software products through outsourced product development services for in imaging, multimedia and network domains. Leveraging its ability to handle high-technology projects with good quality and cost effective delivery, Ushus Technologies made forays in to the US technology market and has been able to forge successful on-going partnerships with premier technology companies and business houses that have large experience and high maturity in outsourcing and multi-sourcing. Ushus Technologies development centre is located at Technopark in Trivandrum and Infopark in Kerala with marketing offices in Japan and the United States.

About Accel Frontline Limited

Accel Frontline Limited is one of India's leading IT Services Company.Based in Chennai, the company's core business is providing IT infrastructure services, Enterprise software Services and managed services. The company has expertise in providing solutions in Banking, Telecom,Education and Government domains. Accel Frontline has a pan India footprint with a presence in over 110 locations. It also has subsidiaries in UAE, Singapore and Japan.

Safe Harbor

Certain statements included in this press release may constitute "forward-looking statements" in respect of the Company's operations, performance, prospects and/or financial condition. By their nature, forwardlooking statements involve a number of risks, uncertainties and assumptions and actual results or events may differ materially from those expressed or implied by those statements. Accordingly, no assurance can be given that any particular expectation will be met and reliance should not be placed on any forward-looking statement. Additionally, forward looking statements regarding past trends or activities should not be taken as a representation that such trends or activities will continue in the future. No responsibility or obligation is accepted to update or revise any forward-looking statement resulting from new information, future events or otherwise. Nothing in this presentation should be construed as a profit forecast.

This press release does not constitute or form part of any offer or invitation to sell, or any solicitation of any offer to purchase any shares in the Company, nor shall it or any part of it or the fact of its distribution form the basis of, or be relied on in connection with, any contract or commitment or investment decisions relating thereto, nor does it constitute a recommendation regarding the shares of the Company. Past performance cannot be relied upon as a guide to future performance. Information in this press release reflects the knowledge and information available at the time of its preparation.

Investor Relations
Haresh Soneji
Head – Investor Relations & Corporate Strategy
91 44 42 25 23 04
haresh.soneji@accelfrontline.in

Press Relations
U. Christopher Charles
Concept PR
98 42 47 57 06
charles@conceptpr.com

ACCEL FRONTLINE LTD.