

PCL/BM/OUTCOME/06/2017

02.06.2017

The General Manager- Listing
The Asst. Vice President (Listing)
National Stock Exchange of India Ltd.
"Exchange Plaza", Bandra-Kurla Complex,
Bandra (East),
Mumbai-400 051

Sub: Reply to clarification sought on One-time settlement.
Company Code: PARACABLES.

Dear Sir,

We are in receipt of your mail dated 01.06.2017, wherein we have been asked to furnish clarification on the One-time settlement entered by the Company with the Standard Chartered Bank, for settlement of their dues. In this regard, we would like to state that due to global slowdown in the economy, the Company had been incurring heavy losses and the net worth of the Company has been fully eroded. As on 31.03.2017, the net worth of the Company stood at ₹(-)336.09 Crore. Keeping in view the continuous losses incurred by the Company, majority of the its bankers have assigned their debts to Asset Reconstruction Companies (ARCs).

Further, Standard Chartered Bank also came forward for settlement of their dues and has entered into an Agreement with the Company, for one-time settlement of their entire outstanding dues at a settlement amount aggregating to ₹3.60 Crore. The first instalment amounting to ₹60 Lac has already been paid, and the remaining settlement amount is payable in 11 (eleven) monthly instalments of ₹30 Lac each, last instalment being due and payable on 31st March, 2018. The aforesaid Agreement was taken on record by the Board of directors in their meeting held on 29th May, 2017.

Hope this will suffice. Please treat this as disclosure under Regulation 30 of SEBI (Listing Obligations & Disclosure Requirements), Regulations, 2015. Kindly take this on record and oblige.

Thanking You.

For Paramount Communications Limited



(Tannu Sharma)
Company Secretary