

To,
The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai- 400051
SYMBOL: ADSL

Kind Attention: Ms. Sailee Pawaskar, Assistant Manager

Subject: Clarification Sought by National Stock Exchange

Dear Madam,

With reference to the captioned subject and the announcement submitted on 19th April, 2018, please find below our clarifications.

Brief Summary of the OTS

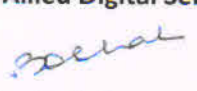
The Company has availed Fund based facilities amounting to Rs. 55 Crs. (approx.) and Non-Fund based facilities amounting to Rs. 25.60 Crs. from State Bank of India. There being overdue Interest amount, Company's Account was categorized as Stressed Account by the State Bank of India.

The Company approached its another banker i.e. Kotak Mahindra Bank (who has already extended Term Loan to the company earlier) to takeover the entire exposure of State Bank of India under an assignment arrangement. Kotak Mahindra Bank though agreed to accept the assignment of the entire Non-Fund based exposure of Rs. 25.60 Crs., offered State Bank of India to accept the assignment of its total fund based exposure of Rs. 55.00 Crs. subject to a discount towards one-time settlement of the dues. Post several rounds of discussions between the said two Banks, State Bank of India finally agreed for assignment of Rs. 35.00 Crs. (approx.) to Kotak Mahindra Bank as one-time settlement of the Company's total fund based liability.

Reasons for opting for OTS

The State Bank of India is in the process for re-alignment/re-organising their various stressed accounts by assigning those accounts to other financial institutions/ Banks/Non-Banking Financial Companies which are interested in taking over such accounts. Considering that the Company has outstanding dues with State Bank of India, this initiative of the Bank was perceived to be a positive development which will help the Company to reduce its debt.

For Allied Digital Services Limited


Prakash Shah
Whole-Time Director
DIN: 00189842

