

27th November, 2014

HARDIK BHUTA
ASSISTANT MANAGER, LISTING COMPLIANCE DEPARTMENT
NATIONAL STOCK EXCHANGE OF INDIA LIMITED

Sub: Regarding Provisional Liquidation matter of Zylog Systems Limited

Ref: Your email dated November 24, 2014

Dear Sir,

With reference to your email quoted above, we are providing a detailed reply on the following:

Updates on the appeal filed by the company before High Court, Madras

The Company had appealed vide O.S.A. No. 205 of 2014 against the order passed by single judge in the matter of winding up of the Company on account and against the direction made to the official liquidator to take charge of the assets of the company in his capacity as Provisional Liquidator.

Considering the submissions made by the company, the Hon'ble Division Bench of High Court, Madras was pleased to state vide order dated 21.08.2014 (copy attached) **that the Official Liquidator shall not take any steps to close the Company.** Further the Division Bench, High Court has directed that all the administrative decisions will have to be made only with the concurrence of the Official Liquidator and no money can be spent without his consent.

Further the Hon'ble Division Bench vide order dated 15.10.2014 (copy attached) maintained status quo in this matter and has advised the company to file detailed affidavits in this matter in front of the Single Judge. The company will be filing the same shortly.

Hope we have clarified the position.

Thanking you

For Zylog Systems Limited



Ramanujam Sesharathnam
Managing Director & Chief Operating Officer

Encl : Copies of the Order of Hon'ble Division Bench.