Ref: K/NSE / 2019

Date: 17.01.2019

The Manager
National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex
Bandra (E)
Mumbai- 400 051

Sir,

Kind attention to Shri Avishkar Naik, Asst. Vice President, Surveillance, NSE.

Sub: Increase in volume

Ref: Your letter no. NSE/CM/Surveillance/ 7839 dated 16th January 2019

Reference is made to your letter referred to above on the subject. We submit that, being a listed company, we abide by and comply with the SEBI (LODR) Regulations 2015 and, to the best of our knowledge, we always intimate the NSE & BSE on such events related to the Company which have a bearing in the market.

With reference to the specific observations regarding increase in the volume of trading of ITI shares across exchanges, we perceive that the following events/happenings in the Company could be the reasons:

- ITI Limited had submitted bids for the mega tender issued by Bharat Broadband Network Limited (BBNL) for extending last mile wireless connectivity to Indian Citizens in all Gram Panchayats in the Country under the BharatNet Project.

- The Company had submitted bids for 15 packages out of 57 packages called for by the vendor. BBNL had written to the Company calling for price negotiation after having stood as L1 for 9 packages. Currently, the commercial negotiation between ITI and BBNL is in progress.

- As ITI's prices have still not been accepted by the customer, ITI is restrained from declaring to the stock exchanges on ITI winning the tender. ITI, as well as many other bidders, being the lowest bidders in some of the packages [known only amongst the bidders] and market speculation of this information might potentially be the reason for

the increase in the volume of trading of ITI shares. However, on finalisation of commercial negotiation and only on receipt of official communication from the bidder, necessary disclosures will be made to the Stock exchanges in compliance with SEBI LODR regulations.

This is for your kind information and records, please.

Thanking you,

Yours faithfully
For ITI LIMITED

S. Shanmuga Priya
Company Secretary