

20th October, 2016

To The Secretary Bombay Stock Exchange Limited Phiroze Jee Jee Bhoy Towers Dalal Street, Mumbai 400 001	To The Manager, National Stock Exchange of India Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051
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Sir,

SUB: OUTCOME OF BOARD MEETING

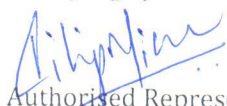
This is to inform that the Meeting of the Board of Directors of the Company was held on Thursday, 20th October, 2016 at 5pm and the following items were transacted.

1. The Board took on record and approved the Notice of the AGM, Boards Report with annexure and Financial Statements of the Company for the year FY 2015-2016.
2. The Board approved to conduct the Annual General Meeting of the company on 17th November, 2016 at 11.00 A.M at Naradagana Sabha, Chennai, pursuant to the order of the hon'ble high court, Madras.
3. The Board has become aware that the promoters of the company Mr. Ramanujam Sesharatnam (Former Managing Director and Chief Operating Officer of the company) and Mr. Sudarshan Venkataraman (Former Chairman and Chief Executive Officer of the Company) have suppressed and concealed vital information from the Administrator and Present Management of the Company and willfully evaded the Administrator's queries from the month of March 2016. Therefore the Board has elaborately discussed and unanimously decided to initiate a 'Forensic Audit', in order to better ascertain the financial and legal status of the Company's Subsidiaries/branches outside India namely USA, UK, & Singapore. The Board has further decided that legal proceedings against Mr. Ramanujam Sesharatnam, Mr. Sudharshan Venkataraman and various other individuals and entities shall be initiated if any transactions/activities undertaken by them or at their behest is found to be fraudulent and/or against the interest of the Company in course of the forensic audit.

Request you to kindly take the above information on records.

Yours faithfully,

For **Zylog Systems Limited**



Authorised Representative
(Dilip R Misser)