

Corporate Office

**Redington (India) Limited**

"Redington House" Centre Point  
Plot. Nos.8 & 11 (SP)  
Thiru.Vi.Ka Industrial Estate,  
Guindy, Chennai- 600032.  
Board No : + 91 - 44 - 42243353  
Fax No : + 91 - 44 - 22253799

2<sup>nd</sup> April 2013

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

Dear Sirs,

Sub: Update on the Income Tax Assessment proceeding for F.Y. 2008-09.

Vide our intimation on 18<sup>th</sup>& 19<sup>th</sup> November 2008 we had communicated that the Company's Middle East and Africa (MEA) business was conducted through its wholly owned subsidiary Redington Gulf FZE, Dubai (RGF). To facilitate investment by a Private Equity Investor, M/s. Investcorp Gulf Opportunity Fund Company 1 B.S.C. (Investcorp), the company has transferred its 100% shareholding in RGF without consideration to a wholly owned step down subsidiary, Redington International (Holdings) Limited (RIHL), that was formed for this purpose.

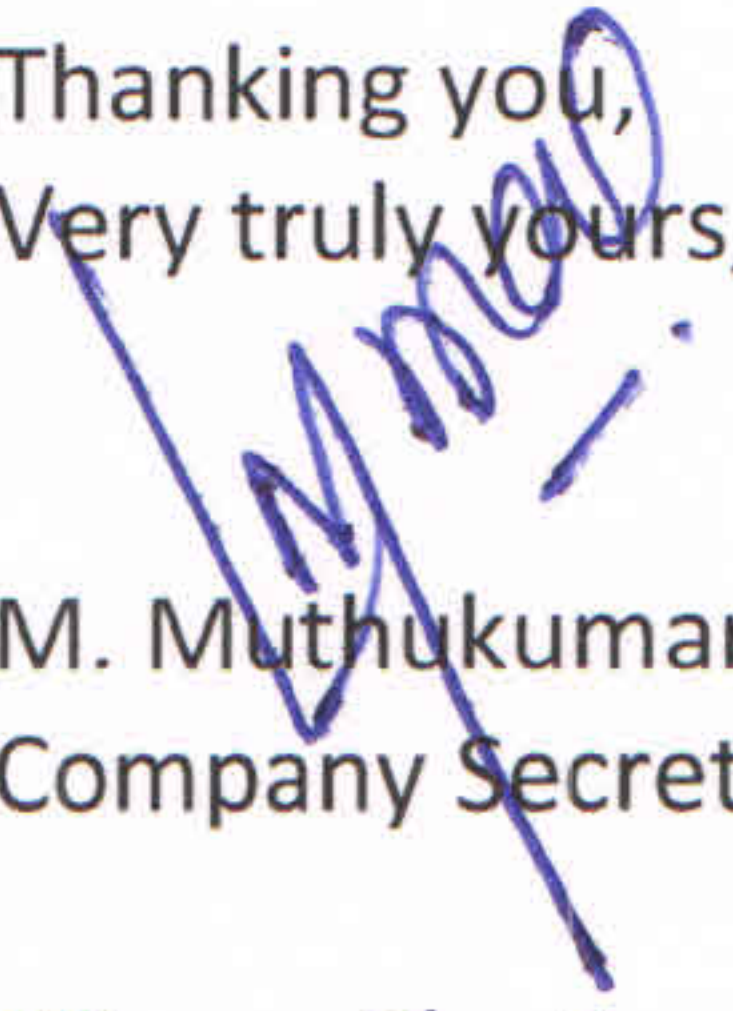
While transferring the aforesaid investment without consideration, the company took cognizance of the applicable laws and regulatory approvals and transaction was executed after taking legal and accounting opinions.

Based on the directive of the Transfer Pricing Officer, the Assessing Officer (AO) is now proposing to bring to taxation the imputed profits on transfer of shares to RIHL leading to a potential demand of Rs.138 Crore, excluding interest.

An opportunity is available to the Company to make appropriate representation to Dispute Resolution Panel against the proposed move. The authority after hearing the Company's representation, will direct the AO appropriately to pass an order, which would take in our view some time.

Normal appellate remedies are available on receipt of final Order from AO. The Company will take adequate steps to safeguard its interest in this regard.

Thanking you,  
Very truly yours,

  
M. Muthukumarasamy  
Company Secretary.

CC: The Bombay Stock Exchange Ltd.,  
Floor, 25, P.J. Towers, Dalal Street, Mumbai-400 001.

All Correspondence to Corporate office only