

September 28, 2018

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001 Company Code No.: 539807	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: INFIBEAM
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Sub: Clarification/ Confirmation on news item as appeared in "Economic Times" dated September 28, 2018 captioned with "Infibeam crashes 50% ahead of AGM! Rumours ruling market"

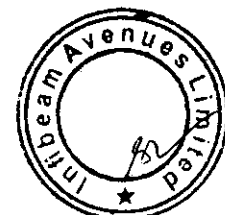
Dear Sir/ Madam,

This is with reference to your email and/or letter dated September 28, 2018, seeking clarification from Infibeam Avenues Limited (the "**Company**") in respect of the captioned news item as well as for news item "Interest-Free loan to a subsidiary, which has negative net assets." In this regard, we would like to clarify/ submit as under:

With respect to the query on Interest-Free loan to a subsidiary, which has negative net assets, the Company has given interest free unsecured loan to its wholly owned subsidiary M/s. NSI Infinium Global Pvt Ltd ("**NSI**") since inception. These loans are short term loans which are repayable on demand and have been utilised by NSI solely for its business and operations. The details of loans outstanding from NSI in the last five years as per audited financials are set out as under:

	Closing Balance of Loan to NSI (Rs in Millions)
As on	
31.03.2014	833.00
31.03.2015	1,712.67
31.03.2016	1,118.92
31.03.2017	1,456.28
31.03.2018	1,350.25

NSI is involved in the business of online multi-brand retail trading activity through web portal and also operates a marketplace for products, to enable sale of various products online by merchants. It owns and operates the flagship portal www.infibeam.com. NSI also owns and operates e-commerce technology platform Buildabazaar for products, its portal being www.buildabazaar.com for merchants to build their online presence which comes integrated with their own payment gateway and logistics couriers.



INFIBEAM AVENUES LIMITED

(Formerly known as Infibeam Incorporation Limited)

Registered Office: 28th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar,
Taluka & District - Gandhinagar - 382355. CIN: L64203GJ2010PLC061366

Tel: +91 079 67772204 | **Fax:** +91 079 67772205 | **Email:** ir@infibeam.ooo | **Website:** www.infibeam.ooo

Given the nature of business of NSI, the net worth of NSI has been negative. However, please note that the net worth of NSI has improved in the last two Fiscals and the Company expects net worth of NSI to improve in coming years. Further, the Company has also obtained a legal opinion that it qualifies as an e-infrastructure company and accordingly, Section 186 of the Companies Act, 2013 is not applicable on the Company as the Company falls under Clause 9(b) of the Schedule VI (see Sections 55 and 186) of the Companies Act, 2013. Accordingly, the Company has complied with all applicable provisions of the Companies Act, 2013.

Further, there has been no change in the Promoters from the list of promoters identified and disclosed by the Company in the offer document for its Initial Public Offering.

The Shareholding of Promoters and Promoter Group was 45.63% as on March 31, 2018. In May 2018, total 11,98,60,000 Equity Shares were issued to the Shareholders of Transferor Company post receipt of merger order and hence the Shareholding of Promoters and Promoter Group was decreased from 45.63% to 37.38%. As on June 30, 2018, the Shareholding of Promoters and Promoter Group was 37.90%. We confirm that there is no sell of Equity Shares of our Company by any of the Promoters of our Company since its listing on the Stock Exchanges and all the above details have been timely and fully disclosed and are available on the Stock Exchanges.

All the material information that may have a bearing on the operation/ performance of the Company which include all price sensitive information u/r. 30 of SEBI (LODR) Regulations, 2015 have always been disclosed by the Company in a timely manner. Further, the Company has always provided timely clarification/ information sought by the Exchanges. Hence, the Company believes that any increase/ decrease in volume of price or shares of the Company is purely market driven and that the Company has no control over the same. The Company does not comment on the market speculation. The Company also assures you that it shall make appropriate disclosures in accordance with the prevalent laws as and when there is a disclosable event. The Company believes that it has always maintained high level of corporate governance and has always worked towards serving best interest of its investors.

We hope the above clarifies and request you to kindly take the same on your records and compliance under applicable regulations of the SEBI (LODR) Regulations.

In case of further information/ clarifications required, kindly let us know. The Company would be happy to make any other clarifications that you may require.

Thanking you,

Yours faithfully,

For Infibeam Avenues Limited
(Formerly Infibeam Incorporation Limited)


Shyamal Trivedi
Vice President & Company Secretary

