

# Infinite Computer Solutions (India) Ltd.

## Share Buyback

August 26, 2016

### About the company

Infinite Computer Solutions (India) Ltd. is an Indian multinational technology company headquartered in Bangalore, India. The company is a global service provider of application management outsourcing, remote infrastructure management services, research & development & intellectual property leverage solutions and related Information technology (IT) services for fortune 1000 companies. Its services include IT services, which consists of application management and infrastructure management; Product Management, which consists of Datacom, Wireless, Optical, Messaging Infrastructure and broadband networking, and mobility and messaging. It offers a range of engagement models, from a fixed-bid model to a dynamic Internet protocol (IP)-based revenue-share model. As on June 30, 2016, the company has over 4700 employees with 18 locations worldwide and 7 global delivery centers.

### Buyback Details

- **Maximum number of fully paid up equity shares to be bought back** – 60 lakhs equity shares.
- **Percentage of Buyback in the paid-up share capital of the Company** – 15.50%.
- **Buyback price per share** – Rs.250 for each fully paid equity share payable in cash.
- **Total Buyback consideration** - Up to Rs.150 crores, representing 24.77% of the aggregate of the fully paid-up share capital and free reserves as per the audited accounts of the company for the financial year ended March 31, 2016.
- **Buyback Mechanism** – Proportionate basis through a Tender Offer route in accordance with the companies act, 2013, the Companies (Management and Administration) Rules, 2014, the Securities and Exchange Board of India (Buy-back of Securities) Regulations, 1998 ("the Buyback").
- **Eligibility for participation in buyback** – Shareholders who hold equity shares as on the record date.
- **Record date for buyback** – Not yet disclosed.
- **Promoter's participation** – The Promoter, members of the Promoter Group and Persons in control of the company have indicated their intention to participate in the proposed Buyback.

### Pre-Buyback summarized shareholding pattern of the company as on June 30, 2016

Shareholders	No. of Shareholders	No. of Shares	% of Shares
<b>Promoter &amp; Promoter Group Shareholding</b>			
Indian	01	1410439	3.64
Foreign	03	27567595	71.22
<b>Sub Total</b>	<b>04</b>	<b>28978034</b>	<b>74.87</b>
<b>Institutions Shareholding</b>			
Indian Holding	11	1444107	3.73
Foreign Holding	0	0	0.00
<b>Sub Total</b>	<b>11</b>	<b>1444107</b>	<b>3.73</b>
<b>Non-Promoter - Non Institutions Shareholding</b>			
	27626	8284318	21.40
<b>Sub Total</b>	<b>27626</b>	<b>8284318</b>	<b>21.40</b>
<b>Total</b>	<b>27641</b>	<b>38706459</b>	<b>100.00</b>

The Buyback price represents a premium of ~8.81% over the CMP of Rs.229.75. It is ~0.98 times of the consolidated Book Value Per Share (as on March 31, 2016) of the company. Its EPS prior Buyback stood at Rs.31.22, post Buyback it will improve by ~573bps to ~Rs.36.95 (assuming full acceptance of the Buyback). The size of the Buyback is around 60 lakhs equity shares, translating to 15.50% of its total 38706459 equity share base. We recommend investors to participate in the Buyback.

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