

REF: GTL/PA/2006-07/0051
INW: SE/Demerger

Dated: 17-Jul-2006
Fax and Hand Delivery

The Secretary
The Bombay Stock Exchange
Limited (BSE)
P. J. Towers
Dalal Street, Fort
Mumbai 400023

The Secretary
The National Stock Exchange of
India Ltd. (NSE)
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra Kurla Complex
Bandra East, Mumbai 400051

Fax: 22722037/39/41/61-2272 3121/3719

Fax: 26598237/38

Dear Sirs,

**Sub: Developments with respect to the Scheme of
Arrangement & Reconstruction - Demerger of
Infrastructure Unit of the Company with GTL
Infrastructure Limited.**

With respect to the captioned matter, we hereby inform you that GTL Infrastructure Limited (GIL), has today made the allotment of 85,569,812 equity shares of face value of Rs.10/- each, to shareholders of GTL. Each shareholder of GTL will get one share of GIL for every one share held of GTL. This is in consideration for the demerger of the Company's Infrastructure Unit with GIL, as per the Scheme approved by the FCCB holders, creditors, shareholders and the honorable High Court of Judicature at Bombay.

Please acknowledge receipt.

Thanking you,

Yours truly,
for **GTL Limited**

Vidyadhar A. Apte
Company Secretary
Encl. a/a

Praveen R. Challa
VP-IR & MA and Capital Markets

