

24th May, 2018

The Secretary
The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers
27th Floor, Dalal Street
Mumbai 400 023

Dear Sir,

Ref : Security Code no. 517119
Reg: Company's Business Operation.

We refer to our letter dated 20th July, 2016 whereby we have communicated about the reason for affecting the company's existing line of business operation and its profitability.


In this connection we again reiterate and state that the Company's business activity of IT & ITES and hardware maintenance services are not remunerative and requires highly skilled manpower resources with the back ground of Information Technology. The company's business bears the risks due to the low margins and rising manpower cost in the IT and ITes industry. Further the growth prospects of the facility management services are also impacted under this scenario. In view of this the Company has scaled down its business activity and its connected manpower.

Therefore, the Company has taken a decision to exit from IT and ITes and facility management services business as well, as it is non-profitable business and effective April 2018, the Company will not renew the existing service contracts with its clients.

However till the Company explore any opportunity to revive its line of business or look for other viable alternatives the Company proposes to generate revenue by investing from its surplus cash and reserves to meet its necessary administrative and other cost and to serve our Shareholders.

Kindly take a note of this.

Thanking you
Yours faithfully
For PCS Technology Limited


Yash Bhardwaj
Whole Time Director
(Din: 01714824)