

Punj Lloyd signs an agreement to divest interests in its ISP division to Shyam Group and Spanco JV

New Delhi, June 18, 2008: Punj Lloyd, a specialist in Engineering, Procurement and Construction (EPC) services, today, announced that it has signed an agreement, to divest interests in its ISP division to a JV formed between Shyam Group, the promoters of Shyam Telelink, a nationwide unified service access licensee and Spanco Telesystems and Solutions Limited (SPANCOe), one of the leading telecom systems integration and IT Services Company. The deal is expected to close over the next few months and is subject to statutory and regulatory clearances.

Mr Atul Punj, Chairman, Punj Lloyd Group, said, “We are pleased with the move as the JV has the synergies as well as the ability to carry forward the service standards maintained by us for our customers. We strongly believe that this acquisition by the JV will ensure the future growth of our ISP division's employees as well.”

About Punj Lloyd Group

Punj Lloyd (BSE SCRIP ID: PUNJLLOYD, NSE SYMBOL: PUNJLLOYD) is an engineering, procurement & construction specialist. The Group (Punj Lloyd Limited, Sembawang Engineers & Constructors, Simon Carves) is known for its management skills that deliver 'on-time' project performance while maintaining the highest standards of health, safety, environment and quality (HSEQ). The group has a rich experience, having undertaken projects around the world. Further information about the Group is available at www.punjllloydgroup.com

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