
Paradyne Infotech acquires LGI Inc, Virginia USA for \$ 4.75 mln Cash Deal

BSE: 532672	NSE: PARADYNE
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28th March 2007: Paradyne Infotech a leading IT Services company has signed a stock purchase agreement through Dyne Techservices Inc (a wholly owned subsidiary of Paradyne Infotech Limited) with Links Group International Inc. to acquire 100% stake in LGI Inc.

LGI Inc. is a profit making company based out of Virginia, USA. The Company is in the business of Software Services and has client base in various states in USA. LGI Inc. has a strong client base which comprises of companies across verticals. Few of LGI Inc. clients are Symantec, France Telecom/Orange Business, Openet, Plateau, Equant Inc, etc.

The consideration for the acquisition is for \$ 4.75 Million in an all cash deal. The funding would be done via debt and internal accruals. LGI's current year revenue is above \$ 7 million and Gross profit is above \$ 1.4 million.

The acquisition is in line with the Company's Strategy to grow multifold through a combination of Organic and Inorganic growth and spread its geographical risks.

Commenting on the acquisition, **Mr. Annand Sarnaik, MD & CEO, Paradyne Infotech**, said, "The acquisition would further strengthen our position in the US market and create inroads for a host of services that we have to offer. The resources at Paradyne would enhance LGI Inc's offerings to its customers and tap newer clients. The combined skill sets of Paradyne and LGI Inc. would work synergistically driving growth within the US market."

About Paradyne Infotech Limited (www.paradyne.in)

Paradyne Infotech is a headquartered in Mumbai with core competencies in Application Software Services & Technology Infrastructure Management Services. Paradyne's services and solutions for the enterprise are focused on key segments like Banking & Finance, Manufacturing & Retail, ISVs, e-Governance, Education & Research, Telecom and SME. The company has developed two innovative products – HRWorQ- a complete suite of Human Resource Information Management System and FinWorQs- a Banking solution, both of which find wide acceptance in the market. Paradyne has presence in the US via Dyne Techservices its wholly owned subsidiary.

About Link Group International Incorporation (www.lgroupinc.com)

Links Group International, Inc is an IT services company providing full spectrum of project implementation, software development, offshore development to clients operating in all verticals and based across the United States of America.

The company has a highly professional board which has spurred LGI's growth in a short span of time. Services of the company include Software Development and Management and IT Consulting. Solutions from the company include Enterprise Resource Planning, Enterprise Application Integration, CRM and e-business.

For more information, please contact:

Amita Trivedi
801, Balarama Building
Bandra Kurla Complex
Mumbai 400051
Maharashtra
India
Tel: 91-22- 66963333
Cell: 91-9324263332
Fax: 91-22-66963344
Email: corporate@paradyne.co.in

Forward Looking Statements

Certain Statements made in this release describing the Company's objectives, projections, estimate, expectations may be "Forward-looking statements" within the meaning of applicable securities laws & regulations. Actual results could differ from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand supply and price conditions in the domestic & overseas markets in which the company operates, changes in the government regulations, tax laws & other statutes & other incidental factors.