

spice™

SPICE LIMITED

(Incorporated as a Public Limited Company in the name of Modi Olivetti Limited on December 23, 1986 under the Companies Act, 1956 by the Registrar of Companies, Uttar Pradesh and received the Certificate of Commencement of Business on March 25, 1988. The name of the Company was changed to MOL India Limited w.e.f. August 23, 1999. The name of the Company was further changed to Spice Net Limited on December 5, 2000 and subsequently to Spice Limited w.e.f. July 4, 2005)

Registered & Head Office: D-1, Sector-3, District Gautam Budh Nagar, Noida 201 301, Uttar Pradesh

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ISSUE OF 3,73,19,000 EQUITY SHARES OF RS. 3/- EACH FOR CASH AT A PREMIUM OF RS. 7/- (ISSUE PRICE OF RS. 10/-) PER EQUITY SHARE AGGREGATING TO RS. 3731.90 LACS ON RIGHTS BASIS TO THE EXISTING EQUITY SHAREHOLDERS OF SPICE LIMITED ("THE COMPANY") IN THE RATIO OF 1 (ONE) EQUITY SHARE FOR EVERY 1 (ONE) EQUITY SHARE (1:1) HELD AS ON DECEMBER 1, 2006 (I.E. RECORD DATE).

BASIS OF ALLOTMENT

The Board of Directors of the Company wishes to thank all its members and investors for their responses to the aforesaid Rights Issue. The issue opened on December 11, 2006 and closed on January 29, 2007 and in response to the rights offer, the company received 5309 applications for 37815407 equity shares resulting in 1.01 times subscription. The basis of allotment was finalized on February 9, 2007 in consultation with The Bombay Stock Exchange Limited ("Designated Stock Exchange") and other information is as given below:

1. Basis of Allotment

Applicants	Number of valid applications received	Entitled Equity shares applied and allotted	Additional Equity Shares applied	Additional Equity Shares allotted	Total Equity Shares allotted
Shareholders	4253	13254902	1202659	1202659	14457561
Renounees	1039	15729408	7618901	7132031	22861439
Total	5292	28984310	8821560	8334690	37319000

2. Information regarding applications received

Applicants	Applications Received			Equity Shares Applied		Equity Shares Allotted		
	Number	Value (Rs)	%	Number	%	Number	Value (Rs)	%
Cash/ Cheque/ DD	5309	378,210,791	100	37815407	100	37319000	373,190,000	100
Total	5309	378,210,791	100	37815407	100	37319000	373,190,000	100

On February 9, 2007 the Committee of Directors has approved the Basis of Allotment and allotted the said 37319000 Equity Shares. As per the basis of allotment stated in the letter of offer Equity Shares were allotted in full to the shareholders and renounees against applications towards their entitlement. As stated in the letter of offer, allotment to shareholders against applications towards additional shares has been made considering the shares held by shareholding on December 1, 2006 ("Record Date") and the basis of allotment to shareholders who have applied for additional equity shares was finalized in 5 rounds.

Of the issue size of 37319000 equity shares NIL equity shares have been held in abeyance and all the shares have been allotted as above. 17 applications for 9537 Equity Shares have been rejected on technical grounds.

The Registrar to the Issue has confirmed that the Allotment cum refund advice/share certificates in physical mode have been dispatched to the allottees on February 12, 2007 and refund order to the rejected applicants have been dispatched on February 12, 2007. The Equity Shares in electronic mode will be credited to the respective demat accounts after receiving in principal approval from BSE.

Application for demat credit was made to NDSL on February 12, 2007 and to CDSL is being filed. Applications for listing of the said Equity Shares is being made to the Bombay Stock Exchange Limited (BSE).

INVESTORS PLEASE NOTE: The new fully paid up Equity Shares will have the same ISIN i.e. INE927C01020 as that of the existing listed Equity Shares of the Company. Investors should note that the new shares may get credited to their respective depository accounts. They should trade in the shares only after ascertaining that trading approvals have been issued and notified by BSE. This information will also be posted on websites of BSE (www.bseindia.com), NEXGEN Capitals Limited (www.nexgencapitals.com) and Spice Limited (www.spicelimited.com).

Further correspondence in respect of allotment of shares pertaining to the Rights Issue may be addressed to: Registrar to the Issue - MAS Services Limited, AB-4, Safdarjung Enclave, New Delhi-110029, Phone: 011-26104142, 26104326; Fax: 011-26181081, E-Mail: info@masserv.com, Contact Person: Mr. S. K. Mangla.

For SPICE LIMITED

Sd/-
Renu Gupta
Company Secretary

Place: Noida
Date: 12th February 2007