

QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE

Name of the Company: **MELSTAR INFORMATION TECHNOLOGIES LIMITED**

Scrip Code : **532307 - MELSTAR**

Quarter ending on: **30.09.2013**

<i>Particulars</i>	<i>Clause of Listing agreement</i>	<i>Compliance Status Yes/No</i>	<i>Remarks</i>
I. Board of Directors	49 I		
(A) <i>Composition of Board</i>	49 (IA)	YES	
(B) <i>Non-executive Directors compensation & disclosures</i>	49 (IB)	YES	No remuneration or compensation payable or paid to the Non-Executive Directors except the Board Meeting /Committee Meeting sitting fees.
(C) <i>Other provisions as to Board and Committees</i>	49 (IC)	YES	
(D) <i>Code of Conduct</i>	49 (ID)	YES	
II. Audit Committee	49 (II)		
(A) <i>Qualified & Independent Audit Committee</i>	49 (IIA)	YES	
(B) <i>Meeting of Audit Committee</i>	49 (IIB)	YES	
(C) <i>Powers of Audit Committee</i>	49 (IIC)	YES	
(D) <i>Role of Audit Committee</i>	49 II(D)	YES	
(E) <i>Review of Information by Audit Committee</i>	49 (IIE)	YES	
III. Subsidiary Companies	49 (III)	YES	
IV. Disclosures	49 (IV)		
(A) <i>Basis of related party transactions</i>	49 (IV A)	YES	
(B) <i>Disclosure of Accounting Treatment</i>	49 (IV B)	YES	Complied in the Annual Report for the year 2012-13
(C) <i>Board Disclosures</i>	49 (IV C)	YES	
(D) <i>Proceeds from public issues, rights issues, preferential issues etc.</i>	49 (IV D)	N.A.	
(E) <i>Remuneration of Directors</i>	49 (IV E)	YES	Complied in the Annual Report for the year 2012-13
(F) <i>Management</i>	49 (IV F)	YES	Complied in the Annual Report for the year 2012-13
(G) <i>Shareholders</i>	49 (IV G)	YES	Complied in the Annual Report for the year 2012-13

<i>V. CEO/CFO Certification</i>	49 (V)	YES	Complied in the Annual Report for the year 2012-13
<i>VI. Report on Corporate Governance</i>	49 (VI)	YES	Complied in the Annual Report for the year 2012-13
<i>VII. Compliance</i>	49 (VII)	YES	Complied in the Annual Report for the year 2012-13

The Company has complied with the requirements of Clause-49 of the Listing Agreement.