



Ref: JSWSL:SECT:MUM:SE: 2014-15

17 July 2014

Bombay Stock Exchange Limited

Corporate Relationship Dept.
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400 001.
Fax No. 2272 2037/2039/ 2041/ 20 61
Scrip Code No.500228.

Kind Attn: The General Manager (CRD).

Sub: Clarification on News Article titled "Double whammy for JSW's Bengal Project-State Government cancels Power purchase agreement, threatens to take back 4,300 acres allocated to the Company", appearing in yesterday's edition of "Business Standard".

Dear Sir,

We refer to your email dated 16.07.2014 seeking our clarification on an article published in yesterday's edition of "**Business Standard**", captioned "**Double whammy for JSW's Bengal project-State Government cancels Power purchase agreement, threatens to take back 4,300 acres allocated to the Company**".

We have no communication received about cancellation of Power purchase agreement. The news report is of a speculative nature. We note to keep the Exchange informed if there are any material developments in this regard.

We are committed to the Bengal project and have spent over Rs 600 crores. Unfortunately, Iron ore which is the critical input for steel making is not made available to steel companies which are set up after liberalisation for value addition within India. Instead, India granted mining concessions to merchant miners encouraging export of iron ore and import of steel.

Compounding the problem, Iron ore bearing States are now restraining the movement of iron ore to other states threatening the survival of steel companies in non-iron ore bearing states. In these circumstances, JSW Steel requested West Bengal government to facilitate long term sustainable supply of iron ore to take up active implementation of Bengal Steel project. West Bengal government is seized of the matter and JSW Steel is working along with the West Bengal Government to resolve this issue. We are confident that we along with West Bengal Government will find solution to this problem to enable us to take up the project implementation expeditiously.

Thanking you,

Yours faithfully,
For JSW STEEL LIMITED


Lancy Varghese
Company Secretary