NAVA BHARAT

NAVA BHARAT VENTURES LIMITED

NAVA BHARAT CHAMBERS, RAJ BHAVAN ROAD, HYDERABAD-500 082, A.P., INDIA

NBV/SECTL/ 332 /2013-14
May 23, 2013

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra Kurla Complex, Bandra (E)
MUMBAI – 400 051.

Kind attn : Sri K.Hari, Vice President

Dear Sir,

Sub: Outcome of the Board Meeting held on 23.05.2013 -
Proposal for Restructuring of Odisha Operations.

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The operations of Odisha Unit of the Company, comprising ferro chrome operations and captive/independent power generation have been affected, on and off, by regulatory restrictions concerning sale of power and supply of chrome ore aside from un-remunerative merchant power rates and volatility in ferro chrome market.

The Board of Directors have decided, in principle, to explore the possibility of restructuring the Odisha Works to impart long term viability. It is proposed to explore segregation of the ferro alloy and power operations by constituting separate SPVs and inducting strategic investors who would have captive mineral resources and offering equity to the strategic investors in the ferro alloy SPV and in the power SPV to make them captive units for the investors, under the prevailing regulations. Identification of the investors and evaluation of restructuring options are in progress.

Thanking you,
By Order of the Board,
Yours faithfully,
for NAVA BHARAT VENTURES LTD

Company Secretary
& Vice President