

Sec/Share/16-17/03

Dated: 13th April 2016

The Secretary,
Bombay Stock Exchange Limited,
New Trading Wing,
Rotunda Building,
P J Tower, Dalal Street,
Mumbai-400001

The Manager,
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block "G",
5th floor, Bandra Kurla Complex,
Bandra East,
Mumbai-400051

Dear Sir

Outcome of Board Meeting

Please note that the Board of Directors in its meeting held today has, inter-alia, considered and approved the following:

- (1) Annual business plan for the financial year 2016-17 with estimated/expected annual turnover of around Rs 4500 crore, which in terms of goods sold in tonnes vis-à-vis financial year 2015-16 is expected to be more than 25%. The Company at present is producing pig iron, billets, TMT bars, Wire Rod and Ductile Iron Pipes. During the financial year 2015-16, the overall sales of the Company vis-a- vis financial year 2014-15 in terms products sold in tonnes has increased by more than 78%.
- (2) Allotment of equity shares of the Company on preferential basis at face value of Rs 10 each for consideration other than cash on private placement basis to Shandong Province Metallurgical Engineering Co. Ltd., People Republic of China against amount payable but not due to the Company on account of retention, pending successful completion and/or performance guarantee test of various capital equipment supplied for the Company's Plant, aggregating to US\$ 22.68 million not exceeding Rs 150 (One hundred and Fifty) crore, subject to approval of the Lenders and Shareholders of the Company and such other approvals, permissions as may be required in connection thereof.

This may treated as compliance with Regulations 29 & 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you

Yours faithfully

For **ELECTROSTEEL STEELS LIMITED**

(Anubhav Maheshwari)
Company Secretary