Prakash Industries Limited

Near I.O.C.L. Depot, Najafgarh - Bijwasan Road,
Bijwasan, New Delhi-110061
Tel. : 28062115, 28063838, Fax : 91-11-28062119,
E-mail : pilho@prakash.com, Website : www.prakash.com

PIL/SE/MIS/2010

8th September, 2010

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No. C/1
G Block, Bandra-Kurla Complex, Bandra (E)
Mumbai - 400051

Fax : 022-26598237 -- 38

Listing Department
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400001

022-22723121 & 3719
22722037, 39, 41, 61

Sub : **Article published in Times of India**

Dear Sir,

Please refer to the article published in the newspaper Times of India.

In this connection, Company has given a press release on the article published in the newspaper Times of India.

We are enclosing herewith a copy of said press release for your information and records please.

Thanking you,

Yours faithfully,
for **Prakash Industries Limited**

PRAKASH INDUSTRIES LIMITED NEW DELHI

Manoj Agarwal
Company Secretary

Prakash

PRESS RELEASE

New Delhi, 8th September, 2010

Prakash Industries Limited – Clarification on the Article published in "The Time of India"

Prakash Industries Limited have been allocated Chotia captive coal block for its 4 LTPA sponge iron capacity by Ministry of Coal. The extraction of coal from Chotia coal block started after obtaining all approvals like Environment Clearance, Diversion of Forest Land, acquisition of private land, approval of mining plan, execution of Mining lease by the competent authority and after obtaining approvals from Central and State Governments. Chotia Mine was opened in a record time and therefore was awarded "Coal India Project Implementation Trophy". Further Chotia mine was awarded "Safety Awards" in 1st year of its operation.

The extraction of coal, its quantity, grade and usage are being verified every year by the Office of the Coal Controller, Government of India, State Mining Department and other Government agencies from time to time.

After meeting out the coal requirements of Sponge Iron Plant the left out middlings are being used for captive power plant requirements. Company has to buy coal through E-Auction to meet with its requirement for additional expansion in Sponge Iron Plant.

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PRAKASH INDUSTRIES LIMITED NEW DELHI