VIDEOCON

February 7, 2011

The Secretary, Bombay Stock Exchange Ltd. Operations Department, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	The Secretary, The National Stock Exchange of India Ltd. Exchange Plaza, Bandra-Kurla Complex, Bandra East, Mumbai – 400059

Dear Sir,

This is with reference to the provisions of Clause 36 of the Listing Agreement.

In this connection, please find enclosed herewith a communication for your information and records.

Thanking you,

Yours Truly,
For **VIDEOCON INDUSTRIES LIMITED**

VINOD KUMAR BOHRA
COMPANY SECRETARY

Encl.: As above

VIDEOCON ANNOUNCES MAJOR DEEPWATER NATURAL GAS DISCOVERY OFF THE MOZAMBIQUE OFFSHORE

MUMBAI, Feb. 07, 2011 – Videocon Industries Limited advises that Anadarko Petroleum Corporation, the Operator of exploration block in Rovuma Basin, Area1, Offshore Mozambique today announced the latest in a string of major deepwater natural gas discoveries off the coast of Mozambique. The Tubarão discovery well encountered more than 110 net feet of natural gas pay and no water in a high-quality Eocene-age reservoir that is separate and distinct from the hydrocarbon accumulations in Anadarko's three previous discoveries in the Offshore Area 1 of the Rovuma Basin.

"The discovery at the Tubarão prospect opens an entirely new play style, which has additional opportunities in Mozambique's Offshore Area 1," Anadarko Sr. Vice President, Worldwide Exploration Bob Daniels said. "This is our fourth significant discovery in the offshore Rovuma Basin and further strengthens our confidence in our geologic and geophysical models of the basin. Our seismic imaging indicates Tubarão's areal extent could cover about 15,000 acres that will be better defined with appraisal drilling. In addition, we continue to safely enhance our drilling efficiencies, procedures and methodology in Mozambique, as we drilled this well in half the time of our first exploration wells."

The Tubarão discovery well was drilled to a total depth of approximately 13,900 feet in water depths of approximately 2,950 feet. The partnership plans to preserve the wellbore at Tubarão for potential utilization in future testing. Once operations are complete, the partnership plans to mobilize the rig to the previously announced Windjammer discovery to begin a coring program that will be followed by appraisal drilling in the Labarqenjammer complex.

Videocon Mozambique Rovuma1 Limited holds 10 percent working interest in the Block. Anadarko is the operator of the 2.6-million-acre Offshore Area 1 with a 36.5-percent working interest. Co-owners in the area are Mitsui E&P Mozambique Area 1, Limited (20 percent), BPRL Ventures Mozambique B.V. (10 percent), and Cove Energy Mozambique Rovuma Offshore, Ltd. (8.5 percent). Empresa Nacional de Hidrocarbonetos, ep's 15-percent interest is carried through the exploration phase.

Mr. V.N. Dhoot, Chairman, Videocon Group stated that this new discovery adds to the three previously announced discoveries that had already exceeded the size and hydrocarbon resource threshold necessary to support a sustainable LNG development in the Rovuma Offshore Area1and given the global LNG trade and its indexing to the global crude market the resource will provide tremendous economic value. With four discoveries in the Block, Operator has proposed to have up to two Rigs operating in Mozambique end 2011, in order to fully appraise and explore the Block and has proposed revision in 2011 Work Program and Budget, accordingly.