GALLANTT

GIL/KOL/2014-15/ 264
March 27, 2015

Corporate Relationship Manager **Bombay Stock Exchange Limited** Floor 25, P J Towers, Dalal Street, Mumbai- 400 001. INDIA.	Mr. Hari K. – V.P.-Listing **National Stock Exchange of India Limited** "EXCHANGE PLAZA", Bandra – Kurla Complex, Bandra (East), Mumbai- 400 051. INDIA.

Sir,

SUB: OUTCOME OF THE BOARD MEETING – 27.03.2015

The Board of Directors at their meeting held on today the 27th March, 2015, **inter alia** has decided and approved following businesses:

1. **PROPOSAL TO EXPAND CAPACITY OF VARIOUS PLANTS**

The Board of Directors of the Company has discussed to expand the capacity of various plants of the Company. The Board discussed the previous Board Meeting Resolution dated 19.03.2015 wherein it was decided to optimize the original capacities of various plants of the Company. Further, the meeting discussed in detail the earlier proposal and resolution dated 15.10.2014 wherein the plants capacities were resolved to expand.

The meeting discussed, while taking action on the resolution of Board of Directors dated 15.10.2014 for expansion of the plants' capacity, the technical team had suggested the company to optimize the capacity utilization of the plants at its original framed capacity. Hence based on the said recommendation, Board of Directors of the company approved optimization of the plant capacity at its original installed capacity vide resolution dated 19.03.2015.

Further, the Technical Team of the Company, after their internal appraisal and analysis of various technical and non-technical factors and also taking into consideration for optimization of the original capacity and established infrastructure facilities suggested following expansion plan:

Units	Existing (Restored) Capacity	New/Addition in capacity	Total Capacity
Sponge Iron (MTPA)	99000	165000	264000
Steel Melt Shop (MTPA)	167400	96600	264000
Rolling Mill (MTPA)	162380	101620	264000
Flour Mill (MTPA)	108000	NIL	108000
Captive Power Plant	16MW	25MW	41MW
Pellet Plant (MTPA)	NIL	600000	600000

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Company Secretary

Hence, based on the said recommendations the Board of Directors, today, has approved the above mentioned expansion in the capacities of the plants in supersession of board resolution dated 15.10.2014.

Please acknowledge the receipt and oblige.

Thanking you,

Yours faithfully,
GALLANTT ISPAT LIMITED
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Company Secretary

(COMPANY SECRETARY)