



GIL/KOL/2014-15/
October 16, 2014

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.
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Sir,

SUB: OUTCOME OF THE BOARD MEETING – 15.10.2014

The Board of Directors at their meeting held on today the 15th October, 2014, **inter alia** has decided and approved following businesses:

1. PROPOSAL TO EXPAND CAPACITY OF VARIOUS PLANTS:

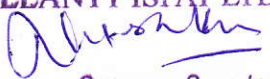
Company was receiving proposal for entering into and to expand the business horizon of steel units by installation of pelletization plants. Management Personnel of the Company had approached the technical team for taking their advice on the pelletization project to be designed. The technical team, after their internal appraisal and analysis of various technical and non-technical factors, had suggested the management to grab the proposal of entering into pellet projects. While suggesting to install a pellet plant with a capacity of 6,00,000 MTPA, technical team given proposal to expand the proposed capacity of Sponge Iron Plant by 178200 MTPA (in place of earlier expansion recommendation by 138600 MTPA) within the existing established infrastructure facilities and conveyed their approval.

Considering the suggestion of the technical team on pellet plant and modified expanded capacity Sponge Iron, Board of Directors of the approved the following capacity of various plants:

Capacity in MTPA (except as otherwise stated)

Units	Existing Capacity	New/Addition in Capacity	Total Capacity
Sponge Iron	99000	178200	277200
Steel Melt Shop	118800	118800	223600
Rolling Mill	118800	118800	223600
Flour Mill	118800	NIL	118800
Captive Power Plant (CPP)	16MW*	25MW*	41MW*
Pellet Plant	NIL	600000	600000

GALLANTT ISPAT LTD.


Company Secretary

GALLANTT ISPAT LIMITED

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Factory : AL-5, Sector-23, Sahjanwa, District - Gorakhpur-Uttar Pradesh
Corporate Identification No. : L27109WB2005PLC101650

**Out of total existing capacity of 18MW of CPP, net capacity of 16MW remains available to the unit after being 2 MW is self-consumed by CPP itself. On expanding by 28MW new capacity, 25 MW additional (expanded) capacity remains available to the unit after being 3 MW will be self-consumed by the CPP itself. Hence, effective CPP capacity available to the units will be 41 MW.*

2. INDIA RATINGS UPGRADES GALLANTT ISPAT CREDIT RATING TO 'IND BB+/STABLE'

We hereby inform that India Ratings and Research, A Fitch Group Company has upgraded Credit Rating assigned to the Company. Rating Actions on Credit Facilities are as under:

- Long Term Debt : upgraded to 'IND BB+' from 'IND BB-'
- Fund-based Working Capital: upgraded to 'IND BB+' from 'IND BB-'
- Non-fund-based working capital: affirmed to 'IND A4+'.

Please acknowledge the receipt and oblige.

Thanking you,

Yours faithfully,

GALLANTT ISPAT LIMITED

GALLANTT ISPAT LTD.



Company Secretary

Nitesh Kumar

(COMPANY SECRETARY)

Encl: As above.