

August 23, 2012

National Stock Exchange of India Limited

"Exchange Plaza"

Bandra-Kurla Complex, Bandra (East)

Mumbai 400 051

Fax No: 022-26598237/38

022-26598348

BSE Limited

P. J. Towers

Dalal Street

Mumbai 400 001

Fax No: 022-22723121/22722037/22722041

22723719/22722039/22722061

Dear Sir/Madam,

Sub: US\$ 75,000,000 Tranche A Zero Coupon Convertible Bonds due 2012 (the "Tranche A Bonds") and the US\$ 75,000,000 Tranche B Zero Coupon Convertible Bonds due 2012 (the "Tranche B Bonds") of Moser Baer India Limited (the "Company")

Further to the Company's announcement dated June 19, 2012, the Company had issued two separate notices each dated June 29, 2012 to convene meetings of the holders of the Tranche A Bonds and Tranche B Bonds (together, the "Bondholders") on August 31, 2012 to consider and approve a restructuring proposal of the commercial terms of each of the Tranche A Bonds and the Tranche B Bonds (the "Restructuring Proposal").

In order to ensure that the Bondholders are provided further information with respect to the Restructuring Proposal, the Company had proposed to make available a consent solicitation memorandum and an information memorandum setting out the further commercial terms of the Restructuring Proposal on or prior to August 20, 2012.

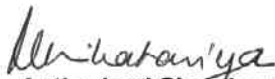
Due to the reasons set forth in the attached notice to the Bondholders, the consent solicitation memorandum and the information memorandum have not been circulated and the Company has given notice to the Bondholders that the meetings to be held on August 31, 2012 stands cancelled and will not be held. The Company intends to launch a new consent solicitation process shortly and will be issuing new notices of meeting to Bondholders on or about September 7, 2012, setting out the resolutions to be considered at the new meetings together with the timing and voting procedures.

This is for your information and for the information of your members and the public at large.

Thanking you

Yours sincerely,

For Moser Baer India Limited


Authorised Signatory

Nothing in this announcement constitutes an offer of, an offer to buy, or a solicitation of an offer to sell, securities in the United States, the Republic of India or any other jurisdiction in which such offer or solicitation would be unlawful. The New Bonds and any new securities which may be issued pursuant to the proposed substitution and waivers and which are the subject of the consent solicitation have not been registered under the United States Securities Act of 1933, as amended (the "Securities Act") or the securities laws of any state of the United States or any other jurisdiction. The New Bonds and any new securities which may be issued pursuant to the proposed substitution and waivers and which are the subject of the consent solicitation may not be offered or sold in the United States except pursuant to any exemption from the registration requirements of the Securities Act. This announcement is not intended to be distributed to any Bondholder or other person located in the United States. No offer or sale of securities has been or will be registered under the Securities Act or under the applicable securities laws of the Republic of India or any other jurisdiction. There will be no public offer of New Bonds or any new securities which may be issued pursuant to the proposed substitution and waivers in the United States, the Republic of India or any other jurisdiction.