January 20, 2016

Dy.General Manager
BSE Limited
Corporate Relationship Department
New Trading Ring (1st Floor)
Rotunda Building
P J Towers, Dalal Street
Mumbai – 400 001.

The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza (5th Floor)
Plot No. C/1, G. Block
Bandra-Kurla Complex
Bandra (E)
Mumbai – 400 051.

Dear Sir,

Sub : Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to inform you that, further to the disclosure made in the Annual Report of the Company for the year 2014-15 with regard to the Bank Guarantee of Rs.32.50 crore provided by the Company to the Ministry of Coal in connection with the de-allocated Radhikapur (East) Coal Block, certain further developments have taken place.

Ministry of Coal had issued a notice to the Company on November 23,2012 for invocation of the aforesaid Bank Guarantee, which was contested by the Company and stay order was obtained from Hon'ble High Court of Delhi.

The Ministry of Coal vide its letter dated December 28, 2015 received by the Company on January 04, 2016, has reiterated its decision for encashment of the Bank Guarantee. The Bank Guarantee has, in the meantime, expired.

The Company has been advised and has obtained a legal opinion that as the original allocation has been declared illegal and cancelled by the Hon'ble Supreme Court, the bank guarantee pertaining to such allocation (which is non-est and void ab initio) shall consequently be deemed to be invalid and void ab initio.

This is for your information and record please.

Thanking you,
Your s faithfully,
For Tata Sponge Iron Limited

(Sanjay Kasture)
Company Secretary

TATA Sponge Iron Limited
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