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INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF SESA STERLITE LIMITED (formerly known as Sesa Goa Limited)

1. We have reviewed the accompanying Statement of Unaudited Standalone Results, of Sesa Sterlite Limited (formerly known as Sesa Goa Limited) (the "Company"), for the quarter and nine months ended December, 31, 2013, (the "Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II – Select Information referred to in paragraph 5 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs) and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Notes 2 and 3 to the accompanying Statement relating to the Scheme of amalgamation and arrangement and its effect given to in the results for the Quarter ended September 30, 2013.

Our report is not qualified in respect of this matter.

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5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to investor complaints disclosed in Part II – Select Information for the quarter and nine months ended December 31, 2013, of the Statement from the details furnished by the Management / Registrars.

For **DELOITTE HASKINS & SELLS LLP**,
Chartered Accountants,
(Firm Registration No. 117366W / W-100018)



K. A. Katki

Partner

(Membership No. 038568)

Mumbai, 28th January, 2014

PART II - Select Information		Quarter ended			Nine months ended		Year ended
S. No.	Particulars	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding (excluding shares against which ADRs are issued)						
	- Number of Shares	1,078,901,870	1,057,078,042	389,987,804	1,078,901,870	389,987,804	389,987,804
	- Percentage of Shareholding	36.39%	35.65%	44.87%	36.39%	44.87%	44.87%
2	Promoters & Promoter Group Shareholding (Excluding shares against which ADRs are issued) \$						
(a)	Pledged/Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares	-	-	-	-	-	-
	(as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares	-	-	-	-	-	-
	(as a % of the total share capital of the Company)	-	-	-	-	-	-
(h)	Non-encumbered						
	- Number of Shares	1,629,343,945	1,629,343,945	479,113,619	1,629,343,945	479,113,619	479,113,619
	- Percentage of shares	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	(as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares	54.96%	54.96%	55.13%	54.96%	55.13%	55.13%
	(as a % of the total share capital of the Company)	-	-	-	-	-	-

\$ The Promoter and Promoter group in addition to the equity shareholding also hold 3.35% of the equity capital in the form of ADR represented by 99,292,708 equity shares as on December 31, 2013.

The balance ADR of 5.30% represented by 157,135,964 equity shares are held by CITI Bank as custodian.

Allotment in respect of 330,384 equity shares to the shareholders of erstwhile Sterlite Industries (India) Limited have been kept in abeyance.

	Particulars	Quarter ended 31.12.2013
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	-
	Received during the quarter	-
	Disposed of during the quarter	-
	Remaining unresolved at the end of the quarter	-

(Rs In Crores)							
		Quarter ended			Nine months ended		Year ended
S. No.	Segment Information	31.12.2013 (Unaudited)	30.09.2013 (Unaudited)	31.12.2012 (Unaudited)	31.12.2013 (Unaudited)	31.12.2012 (Unaudited)	31.03.2013 (Audited)
1	Segment Revenue						
a)	Copper	5,505.62	5,265.52	-	10,771.14	-	-
b)	Iron Ore	5.56	6.49	14.15	19.08	1,452.01	1,463.13
c)	Aluminium	1,836.54	3,580.02	-	5,416.56	-	-
d)	Power	595.47	1,600.26	-	2,195.73	-	-
e)	Others	427.61	601.51	316.02	1,486.10	939.79	1,328.01
	Total	8,370.80	11,053.80	330.17	19,888.61	2,391.80	2,791.14
Less:	Inter Segment Revenues	151.23	150.64	101.61	403.93	353.74	465.44
	Net Sales/Income from Operations	8,219.57	10,903.16	228.56	19,484.68	2,038.06	2,325.70
2	Segment Results (Profit / (loss) before tax & interest)						
a)	Copper	302.86	217.92	-	520.78	-	-
b)	Iron Ore	(63.63)	(86.27)	(136.51)	(216.71)	321.20	281.06
c)	Aluminium	139.76	131.12	-	270.88	-	-
d)	Power	79.54	285.26	-	364.80	-	-
e)	Others	24.98	(0.98)	(20.56)	30.19	(53.87)	(77.40)
	Total	483.51	547.05	(157.07)	969.94	267.33	203.66
Less:	Finance costs	946.31	1,504.55	101.49	2,598.70	296.45	469.23
Add:	Other unallocable income net off expenses	867.98	199.48	210.37	978.00	347.53	332.27
Less:	Exceptional Items	-	-	-	-	9.71	9.71
	Profit / (loss) before tax	405.18	(758.02)	(48.19)	(650.76)	308.70	56.99
3	Capital Employed						
a)	Copper	5,277.26	6,110.94	-	5,277.26	-	-
b)	Iron Ore	1,611.57	1,512.99	1,506.23	1,611.57	1,506.23	1,487.37
c)	Aluminium	29,111.07	29,469.56	-	29,111.07	-	-
d)	Power	7,406.70	7,308.60	-	7,406.70	-	-
e)	Others	1,153.54	1,123.05	1,169.83	1,153.54	1,169.83	1,025.66
f)	Unallocated	(10,082.52)	(11,513.96)	10,532.83	(10,082.52)	10,532.83	10,510.76
	Total	34,477.62	34,011.18	13,208.89	34,477.62	13,208.89	13,023.79

The main business segments are, (a) Copper which consist manufacturing of copper cathode, continuous cast copper rod, anode slime including from purchased concentrate and manufacturing of precious metal from anode slime, sulphuric acid, phosphoric acid (b) Iron ore (c) Aluminium which consist of manufacturing of alumina and various aluminium products (d) Power which consists of power excluding captive power but including power facilities predominantly engaged in generation and sale of commercial power and (e) Other business segment comprise of pig iron and metallurgical coke. The assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.

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Notes:-

- 1 The above results for the quarter and nine months ended December 31, 2013 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on January 28, 2014. The statutory auditors of the Company have carried out a limited review of these results.
- 2 The Scheme of Amalgamation and Arrangement amongst Sterlite Energy Limited ('SEL'), Sterlite Industries (India) Limited ('Sterlite'), Vedanta Aluminium Limited ('VAL'), Ekaterina Limited ('Ekaterina'), Madras Aluminium Company Limited ('Malco') and the Company (the "Scheme") has been sanctioned by the Honourable High Court of Madras vide its order dated July 25, 2013 and the High Court of Judicature of Bombay at Goa vide its order dated April 2, 2013. The Scheme became effective for Sterlite, Ekaterina and Malco on August 17, 2013; and for SEL and VAL the Scheme became effective on August 19, 2013. The Scheme has been given effect to in the quarter ended September 30, 2013.
- 3 Consequent to the effectiveness of the Scheme as above, the results for the quarters ended December 31, 2013, September 30, 2013, the nine months ended December 31, 2013; and the figures in respect of earnings per share, are not comparable with previous / comparable periods presented.

Previous Period / Year figures have been regrouped / rearranged wherever necessary to conform to current period presentation.

Subsequent to, the effectiveness of the Scheme, a Special Leave Petition challenging the order of the High Court of Judicature of Bombay at Goa has been filed by the income tax department, and a creditor and a shareholder have challenged the Scheme in the High Court of Madras. The said petitions are pending for admission/hearing.
- 4 In respect of the Company's Iron Ore Division:
a) Consequent to the clearance for resumption of iron ore mining operations at Karnataka by the Honourable Supreme Court of India (the "Supreme Court"), the Company has resumed mining operations with effect from December 28, 2013.

b) The operations at the iron ore mines in Goa continue to remain suspended as per orders of the Government authorities and the Supreme Court. The Supreme Court of India on November 11, 2013, permitted e-auction of the already mined iron ore lying in Goa and the sale proceeds to be retained in fixed deposits by the State of Goa till the Supreme Court delivers the judgement on suspension of mining operations. These e-auctions will be conducted post verification of the inventory, with the entire process monitored by a Committee appointed by the Supreme Court. The Supreme Court has also set up another Committee to conduct a macro Environment Impact Assessment study to arrive at a ceiling of annual excavation of iron ore in the State of Goa considering the various aspects and the said Committee to submit an Interim report by February 15, 2014.
- 5 In respect of the Company's Aluminium Division :
a) The Ministry of Environment and Forests ("MOEF") has rejected the grant of stage II forest clearance for the Niyamgiri mining project of Orissa Mining Corporation Limited ("OMC"), which is one of the sources for supply of bauxite to the alumina refinery at Lanjigarh. In terms of the Memorandum of Understanding with the Government of Orissa (through OMC), 150 million tonnes of bauxite is required to be made available to the Company. The Company is also considering sourcing bauxite from alternate sources to support the existing and expanded refinery operations.

b) With regard to the expansion project at Lanjigarh, the Company's fresh application for environmental clearance is under process and in the meantime the expansion plans are on hold.

The above matters are critical to the planned operations of the Company. The management expects that with the timely support of relevant authorities, the above matters will be satisfactorily resolved.

By Order of the Board

Place: Mumbai

Dated : January 28, 2014


Anil Agarwal
Chairman