



KSK Energy Ventures Limited

Registered Office

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Dated 17th January 2014

The Secretary
BSE Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400001.

Dear Sir,

Sub: Business Update - KSK Mahanadi Power Plant
Ref: Security Code - 532997

We are pleased to notify you that with respect to the Fuel Supply Agreement of KSK Mahanadi Power Project under the Tapering Linkage Policy, the Ministry of Coal has now directed Coal India Limited to execute the Fuel Supply Agreement. This Fuel Supply Agreement will provide for supply of coal to 1800 MW. A copy of the directive is now available at the website of the Government of India Ministry of Coal at <http://www.coal.nic.in/160114.pdf>

Also the project is in receipt of a Letter of Intent and is currently progressing towards execution of a long term PPA for 1000 MW of Capacity, under a competitive bidding process, with the Uttar Pradesh Power Corporation Limited ("UPPCL") at a levelised tariff of Rs 5.58/kwh, adjustable for transmission costs and with potential for tariff escalations on account of certain input costs. The Project has earlier notified entering into another PPA of 500 MW on competitive bid basis with TANGEDCO.

Thanking you,

Yours faithfully
for KSK Energy Ventures Limited

Whole-time Director