Creating Value





Sterlite Industries (India) Limited is India's largest diversified metals and mining company.

The Company a part of the Vedanta Group produces aluminium, copper, zinc, lead, silver, and commercial power. It has a portfolio of world class assets in India, Australia, Namibia, South Africa and Ireland. Sterlite is listed on the Bombay Stock Exchange and National Stock Exchange in India and the New York Stock Exchange in the United States.



Robust Performance

Driven by a robust operating and financial performance, we delivered a record EBITDA of ₹ 10,574 Crore and a record attributable PAT of ₹ 6,060 Crore, despite lower LME prices.



Strong Balance Sheet

Strong and consistent financial and operating performance over the years, led by a ramp-up in production and continued cost control across our diversified portfolio of assets, has enabled us to maintain a strong balance sheet.



Diversified Portfolio

Over the years, we have created a diversified company with a wellbalanced portfolio. Sterlite has a portfolio of large, low-cost, long-life, scalable assets across copper, zinc, lead, silver, aluminium and power.



Delivering value to stakeholders

We are focused on delivering growth and long-term value for all our stakeholders. We have progressively increased our dividends and have delivered strong shareholder returns for our investors.



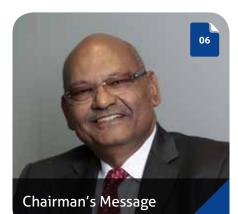
Top: Engineer at the control room of Dariba Smelting Complex, HZL Middle: Aerial view of the Skorpion Zinc mines, Namibia Bottom: Children at Child Care Centre, HZL

find more information on www.sterlite-industries.com

Total Shareholder Return*

24-fold growth in Total Shareholder Return (from April 2003 to March 2013)

* Source: Bloomberg



Anil Agarwal, Chairman

"Our focus continues to be on creating value for stakeholders through measured capital allocation and we are focused on low-risk, phased projects with high returns."



Contents



Strategic Report

- 02 FY 2012-13 Highlights
- 04 Sterlite at a Glance
- 06 Chairman's Message
- 10 Robust Performance
- 12 Strong Balance Sheet
- 14 Diversified Portfolio
- 16 Delivering Value to Stakeholders
- 18 Market Overview
- 22 Business Model
- 24 Strategic Framework
- 26 Key Performance Indicators
- 28 Strategy Review
- 36 Company Overview
- 46 Board of Directors



Business Review





Management Discussion and Analysis

- 48 Business Review
- 52 Operational Review Zinc, Lead & Silver Copper Aluminium
 - Power
- 64 Financial Review
- 67 Risks and Uncertainties



Business Responsibility Report



Statutory Reports 98 Directors' Report 108 Report on Corporate Governance



Financial Statements

Standalone Financial Statements

- 134 Independent Auditors' Report
- 140 Balance Sheet
- 141 Statement of Profit and Loss
- 142 Cash Flow Statement
- 144 Notes

Consolidated Financial Statements

- 184 Independent Auditors' Report
- 186 Balance Sheet
- 187 Statement of Profit and Loss
- 188 Cash Flow Statement
- 190 Notes





Operates one of the world's most efficient Copper smelters. *Read more.*



Aluminium assets in India. *Read more.*



in India. *Read more.*

02-47 Strategic Report

48-73 Management Discussion and Analysis

74-97 Business Responsibility Report

98-132 Statutory Reports

134-233 Financial Statements

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2012-13 Highlights



Financial

Record Revenues, EBITDA and Attributable PAT performance





EBITDA ₹ **10,574 Crore**



A 26%

Attributable PAT of ₹ 6,060 Crore

Basic EPS of **₹ 18 per share**

Strong balance sheet with Cash and liquid investments of

₹ 24,847 Crore

Contribution of ₹ 6,200 Crore to the

Indian exchequer during the year, in terms of taxes, duties and royalties

Highest ever full year dividend of

₹ 2.30 per share



Consolidated Financial Results

(in ₹ Crore, except as stated)

Particulars	2012-13	2011-12	% change
Revenue	44,922	40,967	10
EBITDA	10,574	10,362	2
EBITDA Margin (%)	24	25	_
EBITDA Margin (excluding custom smelting) (%) ¹	43.2	43.8	_
Profit After Tax	9,249	7,761	19
Attributable PAT	6,060	4,828	26
Basic Earnings per Share (₹ per share)	18.0	14.4	26
Underlying Earnings per Share (₹ per share) ²	18.2	16.7	9
Dividend per share (₹ per share)	2.3	2.0	15

¹Excludes custom smelting at Copper and Zinc India operations

² Based on Profit for the period after adding back exceptional items and forex, their resultant tax and minority interest effects



Business

Significant production growth

across the portfolio

- Record production of mined zinc-lead and integrated silver at Zinc India
- Record copper cathode production
- Power sales higher by 22%

Strong cost performance despite

.....

industry-wide inflationary trends

Exploration success with mine life extensions at Zinc India and Copper Australia

Next phase of mining growth to **1.2 mtpa** of zinc-lead capacity announced at Zinc India

Commissioned first 80 MW unit

of the 160 MW captive power plant

Vizag Coal Berth commenced operations in March 2013

Merger with Sesa Goa received

approval from High Court of Bombay at Goa; Madras High Court Order awaited[®]

* Status as on April 29, 2013

Sustainability

Over 5,000 people trained under sustainability framework

LTIFR decreased by 27% over the last year

Invested ₹ 78.41 Crore in community programmes benefiting 2.2 million people

2



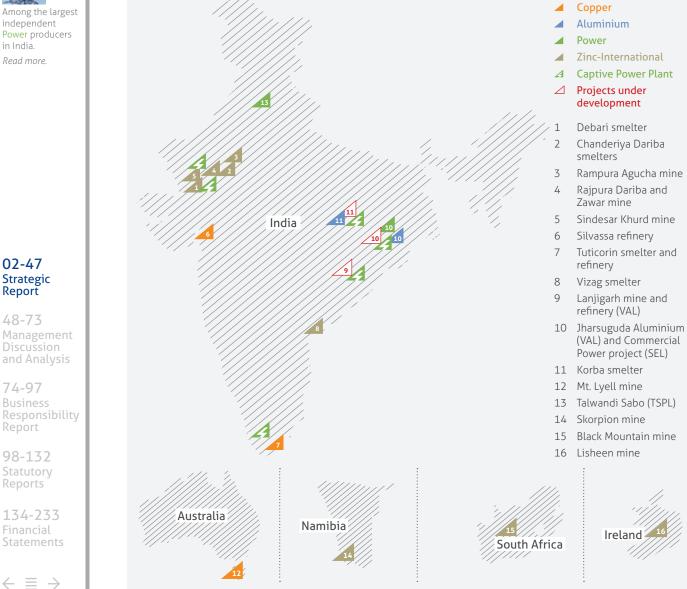


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Aluminium assets in India. *Read more.*





Sterlite at a Glance



Our world-class assets are located in India, South Africa, Namibia, Ireland and Australia, producing and supplying commodities to a number of emerging markets.

(maps not to scale)

GLOBAL PRESENCE

4 5

We are the world's largest integrated zinc-lead producer with operations in India, Namibia, South Africa and Ireland. We are also one of the leading silver producers globally.

KEY STRENGTHS

- The world's largest zinc-lead mine - the Rampura Agucha mine – in India
- Silver-rich ore from the Sindesar Khurd lead-zinc mine in India
- One of the largest undeveloped zinc deposits in the world at Gamsberg, South Africa

1,227 kt Production volumes (Zinc-lead)

₹ 7,942 Crore **EBITDA**

408 tonnes Production volumes (Silver)

Our aluminium business is welllocated in the bauxite and coal reserve rich region of India encompassing mines, smelters and associated captive power plants.

KEY STRENGTHS

- Efficient assets operating in the lower half of the global cost curve with purchased alumina and bauxite
- Operations located in the bauxite and coal rich regions in Eastern India

247 ^{kt}

BALCO aluminium production volume

527 kt VAL* aluminium production volume

₹ 301 Crore **BALCO EBITDA**

₹ 971 Crore VAL* EBITDA

* VAL is an associate company of Sterlite Industries

Inc-Lead-Silver

Uminium

We operate one of the world's most efficient copper smelter. Our Australian mines supply a part of the concentrate requirements of our Indian operations.

KEY STRENGTHS

- One of the lowest cost copper custom smelters in the world at Tuticorin, India
- Copper rod production facilities in India

353 ^{kt} **Production volumes**



We are one of the largest independent power producers in India and have significant capacity in renewable energy.

KEY STRENGTHS

- 2,400 MW power plant at Jharsuguda, India in the process of expanding further
- Near-term growth from the new 1,980 MW Talwandi Sabo plant in India

9,282 million kWh

Production volumes (units sold)

₹ 1,115 Crore EBITDA





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independent Power producers in India. *Read more.*

02-47 Strategic Report

48-73 Management Discussion and Analysis

74-97 Business Responsibility Report

98-132 Statutory Reports

134-233 Financial Statements **Chairman's Message**

"Our focus continues to be on creating value for stakeholders through measured capital allocation and we are focused on low-risk, phased projects with high returns."

Anil Agarwal, Chairman



6

Sterlite Industries (India) Limited Annual Report 2012-13

Sterlite has delivered a set of strong results, driven by production ramp-ups and continued cost control across our diversified portfolio of assets, against a backdrop of challenging economic conditions and volatile commodity prices. We also achieved exploration success during the year and our focus remains to consistently create long-term value for shareholders.



Cell house at Dariba zinc smelter, HZL

Strong positioning

In a world where growth and commodity demand is still volatile, the emerging markets continue to remain the key drivers of growth. Sterlite has a significant portion of its assets located across India. Thus, it is well positioned to capitalise on the country's growth. With favourable demographics and urbanisation driving consumption growth in India, we are well placed to meet the growing demand as the largest domestic producer of various commodities across our product portfolio.

A strong operating and financial performance

We achieved record production of mined zinc-lead and integrated silver at Zinc India. Despite industry-wide inflationary pressures, we were able to reduce or maintain unit costs across majority of our operations. While we are not immune to inflationary pressures, we continued to control costs and have also demonstrated a track record of implementing operational improvements and maintaining our relatively new asset base at low sustaining capex costs.

Driven by a robust operating and financial performance, we delivered a record EBITDA of ₹ 10,574 Crore and a record attributable PAT of ₹ 6,060 Crore, despite lower LME prices. Our balance sheet remains strong with cash and liquid investments of ₹ 24,847 Crore.

"Driven by a solid operating and financial performance, we delivered a record EBITDA of ₹ 10,574 Crore and a record attributable PAT of ₹ 6,060 Crore, despite lower LME prices. Our balance sheet remains strong with cash and liquid investments of ₹ 24,847 Crore."

Robust strategy execution

LONG-TERM VALUE

We have a proven track record of consistently growing our reserves and resources (R&R) organically in our mining operations and this year, our exploration activities resulted in the addition of significant R&R in our Zinc India and Copper Australia operations.

Last year, we had announced the merger of Sterlite Industries (India) Ltd with Sesa Goa Ltd to create Sesa Sterlite Ltd, one of the world's





Operates one of the world's most efficient Copper smelters. *Read more.*



Aluminium assets in India. *Read more.*



independent Power producers in India. *Read more.* largest diversified natural resource companies with operations across base metals, iron ore, silver, oil & gas and commercial power. The merger would generate significant synergies. This transaction has received approvals of the shareholder and various regulatory bodies, including the approval of the High Court of Bombay at Goa, and we await the final approval of the High Court of Madras^{*}.

Organic growth

We delivered production ramp-up across the portfolio during the year, and remained focused on capital allocation to low-risk brownfield projects with attractive returns. At our cost-efficient Zinc India business, we plan to grow mined metal capacity by 20% to 1.2 mtpa, driven primarily by brownfield expansion projects over the next six years.

"Over the past fiscal year, we made a multitude of positive contributions in core areas of our operations at the regional level. We supported the local communities by undertaking a process of inclusive growth."

Sustainability

Following the development and group-wide roll-out of our business sustainability framework last year, we have consistently implemented this across the Group to enhance the value of our business, reduce our risks and preserve our license to operate.

Over the years, we have emerged as one of India's largest employers for mining engineers and geologists in India. In addition to our strong workforce of around 13,500 employees, we also indirectly created employment for around 36,000 people through our contractors.

Your Company has made a significant contribution of \mathfrak{F} 6,200 Crore for the year to the exchequer.

Over the past fiscal year, we made a multitude of positive contributions in core areas of our operations at the regional level. We supported the local communities by undertaking a process of inclusive growth.

We have made considerable progress on our five priority areas:

- ▲ Embed sustainable development into every aspect of what we do.
- Improve our health and safety performance for a safer, more secure and healthier environment.
- Contribute further and in a more targeted way to local communities.
- Continue to manage and minimise our impact on air, water and land.

02-47 Strategic Report

48-73 Management Discussion and Analysis

74-97 Business Responsibility Report

98-132 Statutory Reports

134-233 Financial Statements