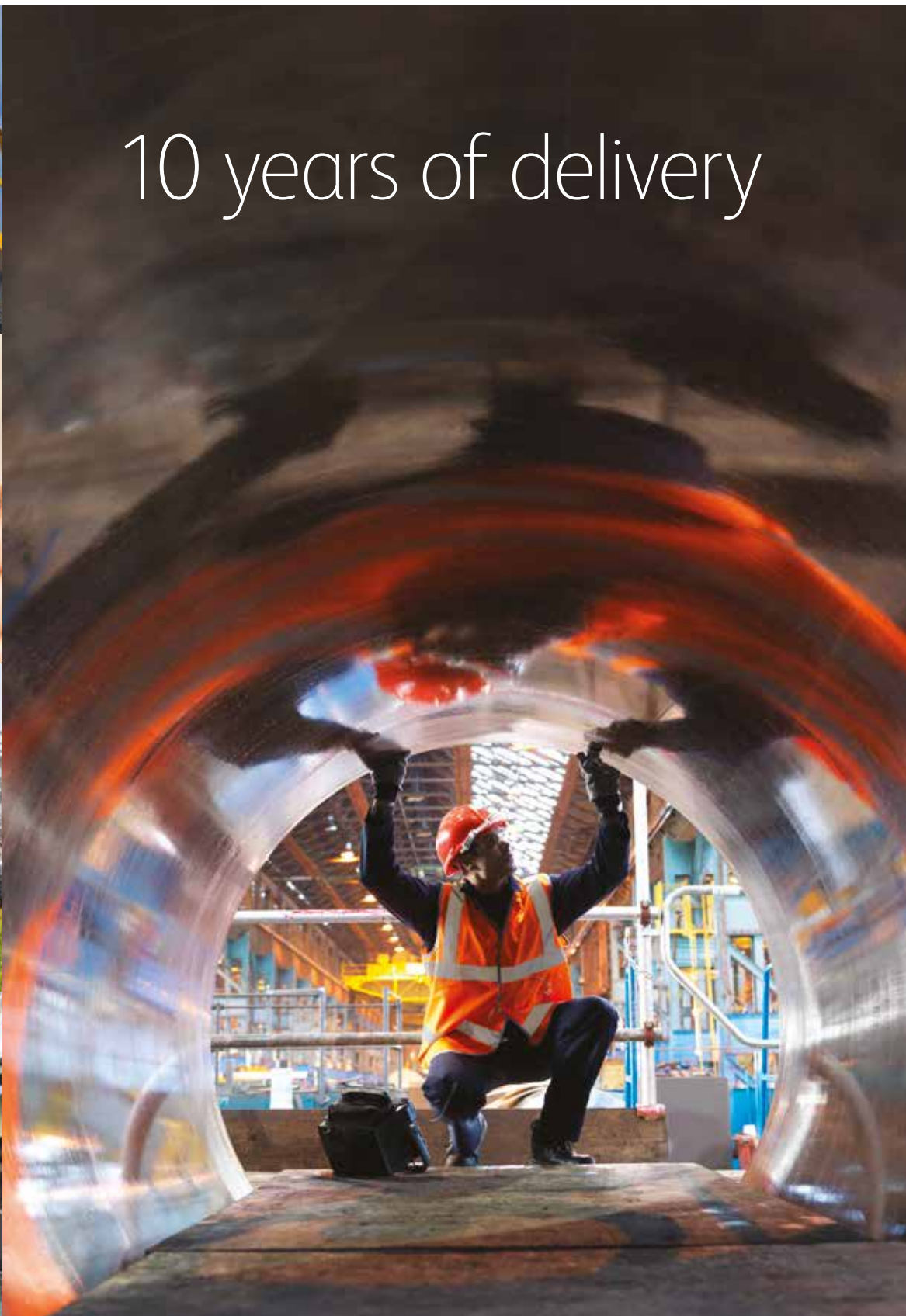


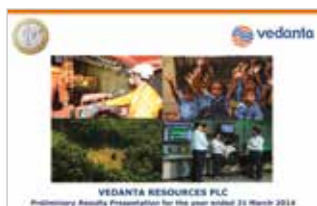


Annual report and accounts
FY2014

10 years of delivery



Additional information



Investor presentations
www.vedantaresources.com



Online annual report
ar2014.vedantaresources.com



Sustainability website
sustainability.vedantaresources.com



Online sustainability report
www.vedantaresources.com/SustainableDevelopment2013-14

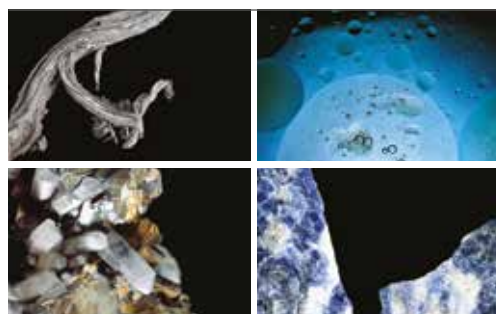
Vision

To be a world class, diversified resources company providing superior returns to our shareholders, with high quality assets, low-cost operations and sustainable development.

Vedanta Resources plc is a UK listed global diversified natural resources company



1
Engineers at Balco smelting complex, Balco.



2
Women at self help groups, HZL.

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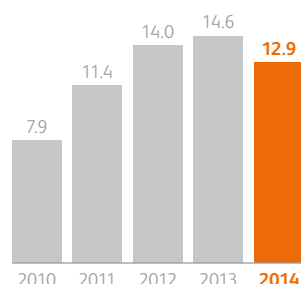
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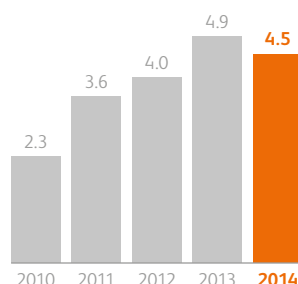
Highlights

Vedanta has produced a robust set of results in a volatile market and the fundamentals of our business remain strong.

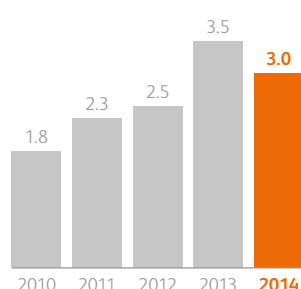
Revenue (US\$bn)



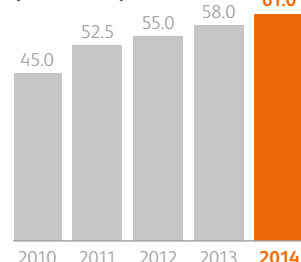
EBITDA¹ (US\$bn)



Free cash flow (US\$bn)



Dividend per share (US cents)



Consolidated Group Results	FY2013–14	FY2012–13 ⁴	% Change
Revenue	12,945.0	14,640.2	(11.6)%
EBITDA ¹	4,491.2	4,908.9	(8.5)%
EBITDA margin (%)	34.7%	33.5%	—
EBITDA margin excluding custom smelting ² (%)	44.9%	45.1%	—
Operating profit before special items	2,288.1	2,571.7	(11.0)%
(Loss)/profit attributable to equity holders	(196.0)	162.0	—
Underlying attributable profit ³	93.4	367.9	(74.6)%
Basic (Loss)/earnings per share (US cents)	(71.7)	59.4	—
Earnings per share on underlying profit (US cents)	34.2	134.8	(74.6)%
ROCE (excluding project capital work in progress and exploratory assets) (%)	14.9%	17.5%	—
Total Dividend (US cents per share)	61.0	58.0	5.2%

Vedanta marks 10 years since London IPO

- Built a diversified portfolio of high-quality, world class assets
- Delivered Total Shareholder Return of 200%, higher than the FTSE100 and FTSE350 Mining Indices
- Increased dividend in nine of the last 10 years; dividend growth CAGR of 14% since IPO

Financial highlights

- Revenue of US\$12.9 billion
- EBITDA¹ of US\$4.5 billion; EBITDA margin of 45%²
- Underlying attributable profit US\$93.4 million
- Basic EPS (71.7) US cents, Underlying EPS³ of 34.2 US cents
- Free cash flow of US\$3.0 billion before growth capex and US\$1.6 billion after growth capex
- Net debt reduced by US\$0.7 billion over the last 12 months and by US\$2.1 billion over the last 24 months
- Final dividend of 39 US cents per share, up 5%

¹ Earnings before interest, taxation, depreciation, amortisation/impairment and special items.

² Excludes custom smelting revenue and EBITDA at Copper and Zinc India operations from purchased concentrate.

³ Based on profit for the period after adding back special items and other gains and losses, and their resultant tax and non-controlling interest effects (refer to note 11 of financial statements).

⁴ The comparative information has been restated so as to reflect the adoption of new accounting standards.

“We achieved record oil and gas production, driven by the ramp up in the Rajasthan block, as well as record production at Zinc India and improved operating performance at our aluminium business.”

Anil Agarwal Chairman

Business highlights

- Sesa Sterlite merger and Group consolidation completed
- Record oil & gas production at Rajasthan: Achieved milestone of 200kboepd in March 2014 and cumulative production of 200 million barrels; 100% reserve replacement during the year
- Record production of mined and integrated metal at Zinc India
- Improved operating performance at aluminium smelters without captive bauxite and commissioning of new pot-lines commenced
- Strong utilisations at Tuticorin copper smelter; second 80MW unit of power plant commissioned during Q4
- Synchronised first 660MW unit of 1,980MW Talwandi Sabo power plant
- Continued cost control and efficiency improvements across businesses
- Iron ore production restarted in Karnataka and mining ban in Goa lifted with certain conditions laid out by the Supreme Court
- Key priorities for the coming year are to improve operating performance at KCM, restart iron ore mining, improving capacity utilisation at Aluminium and Power and improvement in safety performance

Strong production growth at Zinc India

Record production of mined and integrated metal at Zinc India.



1

Record production of Oil & Gas

200kboepd milestone achieved during the year and cumulative production of over 200 million barrels achieved within five years at the Rajasthan block.



2

Robust operating performance at Aluminium business

Strong cost performance in Aluminium operations, and new pot lines commissioned at the Korba smelter.



3

Group structure simplification

Merger of Sterlite Industries (India) Ltd. and Sesa Goa Ltd. completed to form Sesa Sterlite.



4

Net debt reduction

Net debt down by US\$0.7 billion over the last 12 months and by US\$2.1 billion over the last 24 months.



5

1 Trucks at zinc-lead mine, **HZL**.

2 Mangala processing terminal, **Cairn India**.

3 Engineers at Aluminium smelter, **BALCO**.

4 Engineers examining ore at pig iron plant in Goa, **Sesa Sterlite**.

5 Women from local community, **Orissa**.

Key information for investors

Large, long life, low cost, scalable assets.



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Konkola Copper Mines

One of the highest-grade large copper mines in the world.

Businesses

Copper Zambia (KCM)

Production volume

Mined metal 128kt
Finished copper 177kt

EBITDA

US\$156.3m

Cost curve position

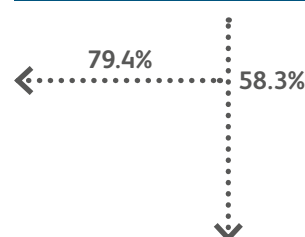
4th Quartile

R&R life

25+ years

Listed on LSE

Vedanta Resources



Listed on NSE, BSE and NYSE

Sesa Sterlite



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ZLS

Zinc-Lead-Silver

Businesses

Zinc India (HZL)
Zinc International

Production volume

880kt
364kt

EBITDA

US\$1,145.0m
US\$213.4m

Cost curve position

1st Quartile
2nd Quartile

R&R Life

25+ years
20+ years



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O&G

Oil & Gas

Businesses

Cairn India

Production volume

219k boepd
(average daily gross operating production)

EBITDA

US\$2,347m

Cost curve position

1st Quartile

R&R life

15 years



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Fe

Iron Ore

Businesses

India Iron Ore Operations
and Liberia Iron Ore Project

Production volume

1.5mt¹

EBITDA

US\$(24.2)m

Cost curve position

1st Quartile

R&R life²

20+ years

¹ Production at Karnataka suspended until December 2013 and suspended for the full financial year at Goa.

² Excluding Liberia.



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Copper

Businesses

Tuticorin smelter, India
Copper Mines of Tasmania

Production volume

Mined metal 18kt
Copper cathodes 294kt

Cost curve position

2nd Quartile

EBITDA

US\$197.9m



p68

Aluminium

Businesses

BALCO, Jharsuguda
Aluminium

Production volume

Aluminium 794kt

Cost curve position

2nd Quartile

EBITDA

US\$287.3m



p72

Power

Businesses/plants

MALCO, HZL Wind Power,
Jharsuguda Power Plant,
Talwandi Sabo

Power sales

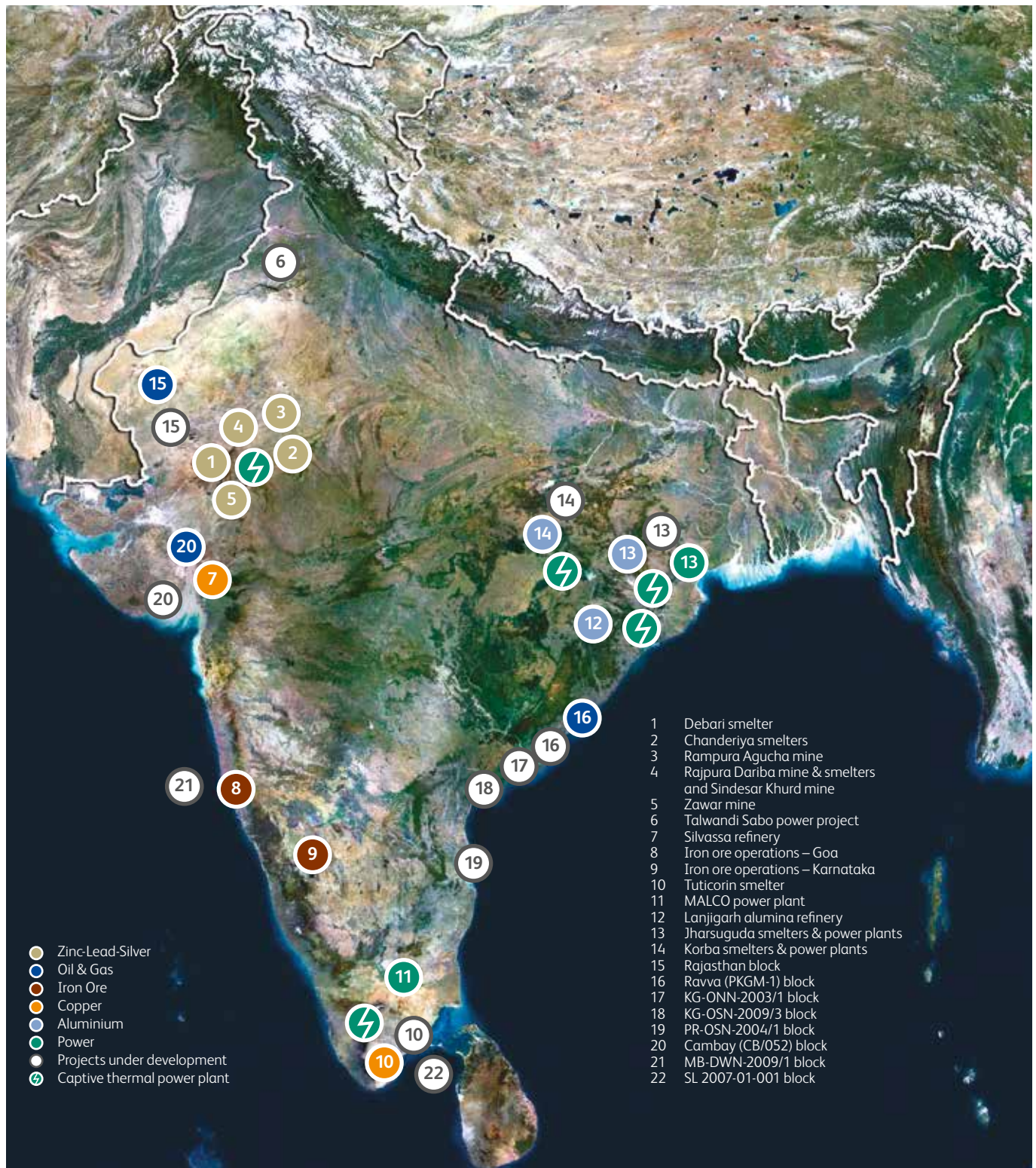
9,374 million Kwh

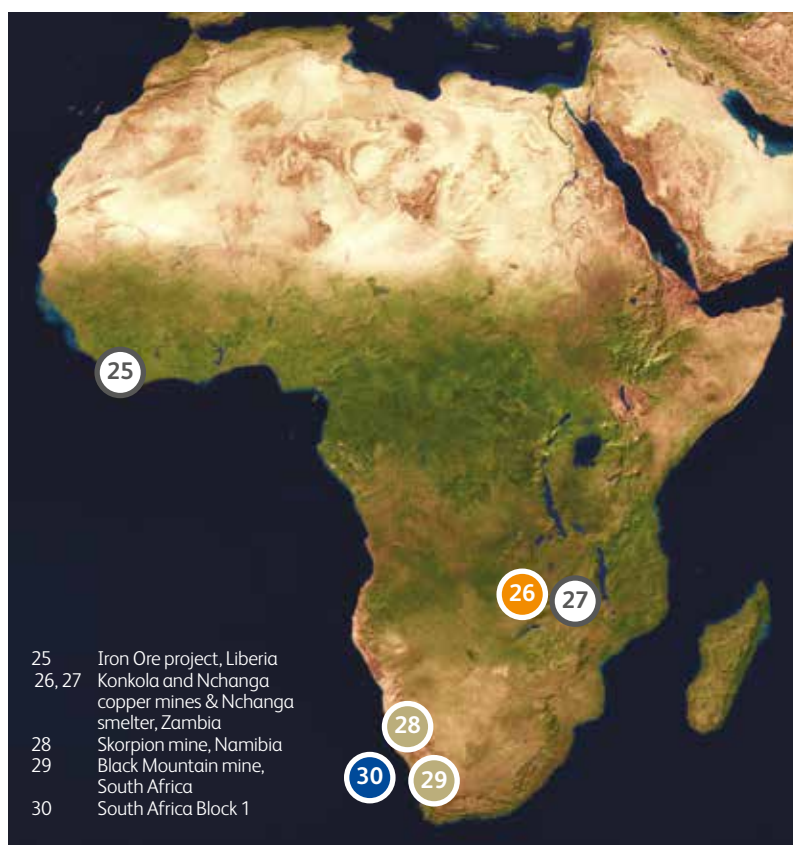
EBITDA

US\$168.4m

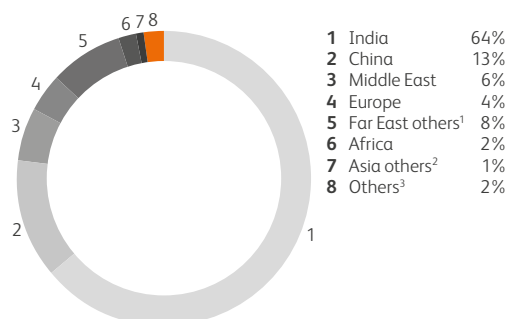
Key information for investors continued

Producing and supplying commodities to a number of emerging markets.

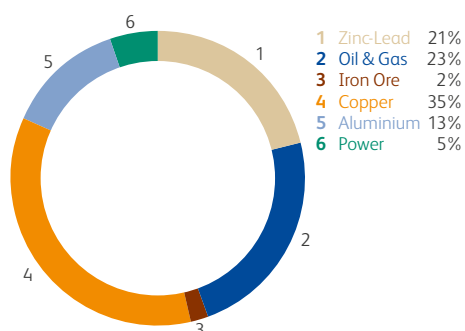




Revenue by geography



Revenue by business

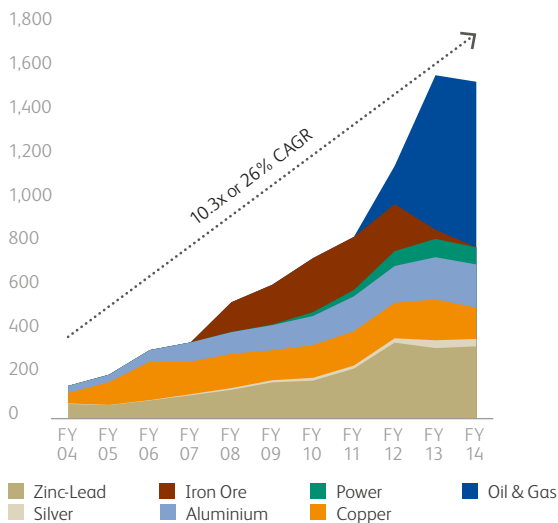


- ¹ Far East others includes a number of countries, primarily Korea, Thailand, Singapore and Mauritius.
- ² Asia others include Sri Lanka, Bangladesh, Nepal and Pakistan.
- ³ Others include the United States, Australia, New Zealand and a number of countries that are not classified in the other available categories.

Key information for investors continued

Well-invested assets generating significant free cash flows.

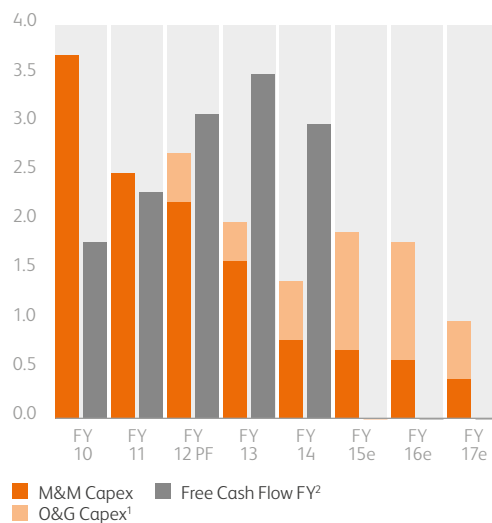
Production growth (in Copper equivalent kt)¹



Since IPO in 2004, Vedanta has grown production across its portfolio supported by its well-invested expansion programme and continued focus on increasing R&R over production each year.

¹ All commodity and power capacities rebased to copper equivalent capacity (defined as production x commodity price / copper price) using average commodity prices for FY2014. Power rebased using FY2014 realisations. Copper custom smelting capacities rebased at TC/RC for FY2014. Iron Ore volumes refers to sales, with prices rebased at average 56/58% FOB prices for FY2014. For Oil & Gas, production refers to Working Interest.

Strong free cash flow (US\$ billion numbers)



Vedanta is reaping benefits of its expansion programme as project ramp ups are driving free cash flow generation, which exceeded capex by US\$1.6 billion this year.

M&M refers to Metals and Mining, O&G refers to Oil & Gas.

¹ Capex net to Cairn India; subject to Government of India approval.

² Free cash flow after sustaining capex but before growth capex.