Vedanta Limited

BMO Global Metals and Mining Conference

February 2017

Disclaimer

The views expressed here may contain information derived from publicly available sources that have not been independently verified by us.

No representation or warranty (express or implied) is made as to, and no reliance should be placed on, the accuracy, completeness, reasonableness or reliability of this information. Any forward looking information in this presentation including, without limitation, any tables, charts and/or graphs, has been prepared on the basis of a number of assumptions which may prove to be incorrect. This presentation should not be relied upon as a recommendation or forecast by Vedanta Resources plc and Vedanta Limited and any of their subsidiaries. Past performance of Vedanta Resources plc and Vedanta Limited and any of their subsidiaries cannot be relied upon as a guide to future performance. None of Vedanta Resources plc, Vedanta Limited, any of their respective shareholders or subsidiaries or any of such person's officers or employees accepts any liability whatsoever arising directly or indirectly from the use of this presentation.

Certain statements in this presentation are forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended, and are subject to the safe harbour created thereby. Actual results may differ materially from these statements. The words "expect," "anticipate," "project," "believe" and similar expressions identify forward-looking statements. Although we believe that the expectations reflected in these forward-looking statements are reasonable, we can give no assurance that such expectations will prove to be correct. In addition, estimates of future operating results are based on our current expectation of businesses, which is subject to change. For us, uncertainties arise from the behaviour of financial and metals markets including the London Metal Exchange, fluctuations in interest and or exchange rates and metal prices; from future integration of acquired businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different that those expressed in these forward-looking statements. Statements in this presentation speak only as of the date of this presentation, and we disclaim any responsibility to update or revise such statements.

This presentation is not intended, and does not, constitute or form part of any offer, invitation or the solicitation of an offer to purchase, otherwise acquire, subscribe for, sell or otherwise dispose of, any securities in Vedanta Resources plc and Vedanta Limited and any of their subsidiaries or undertakings or any other invitation or inducement to engage in investment activities, nor shall this presentation (or any part of it) nor the fact of its distribution form the basis of, or be relied on in connection with, any contract or investment decision.

This presentation contains non-GAAP financial information, which the management of Vedanta Resources plc and Vedanta Limited believes is valuable in understanding the respective performances of Vedanta Resources plc and Vedanta Limited. However, non-GAAP information is not uniformly defined by all companies and therefore it may not be comparable with similarly titled measures disclosed by other companies, including those in the same industry as Vedanta Resources plc and Vedanta Limited. Although these measures are important in the assessment and management of the business of Vedanta Resources plc and Vedanta Limited, they should not be viewed in isolation or as replacements for, but rather as complementary to, the comparable GAAP measures.

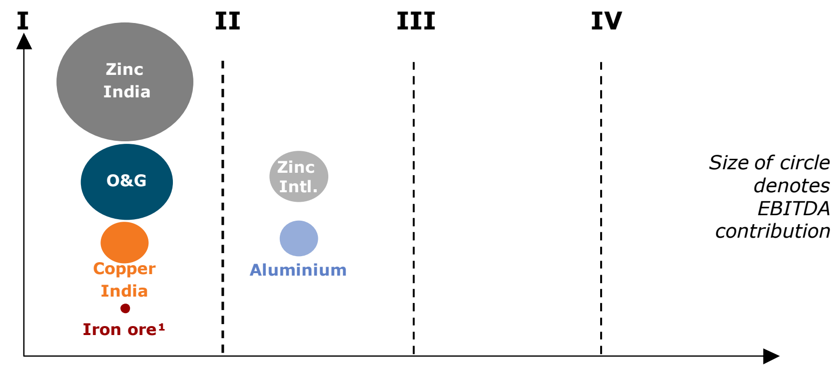
Vedanta: A global diversified natural resources company

Overview

- Portfolio of large, diversified, low-cost assets geared towards base metals and oil
  - Well-invested assets ramping up and driving cash flow growth
  - Costs in lower half of the cost curve across all commodities
- Strong financial profile
  - 9M FY2017 Revenue of $7.4bn, EBITDA of $2.1bn and Free Cash Flow of $0.7bn
  - Net Debt/EBITDA at 0.7x, one of the lowest among global peers
  - Access to diversified sources of funding
- Largest diversified resources company in India
  - Over two-third of revenues from Indian markets
  - FY2016 contribution to government exchequers: $4.4bn
  - 2.25 million beneficiaries of community development programs across India and Africa
- Merger with Cairn India approved by all sets of shareholders; expected to complete in Q1 CY2017

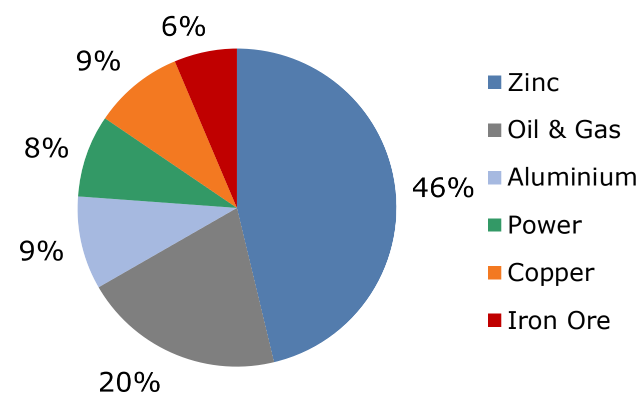
Cost curve positioning

Position on respective commodity C1 cost curve



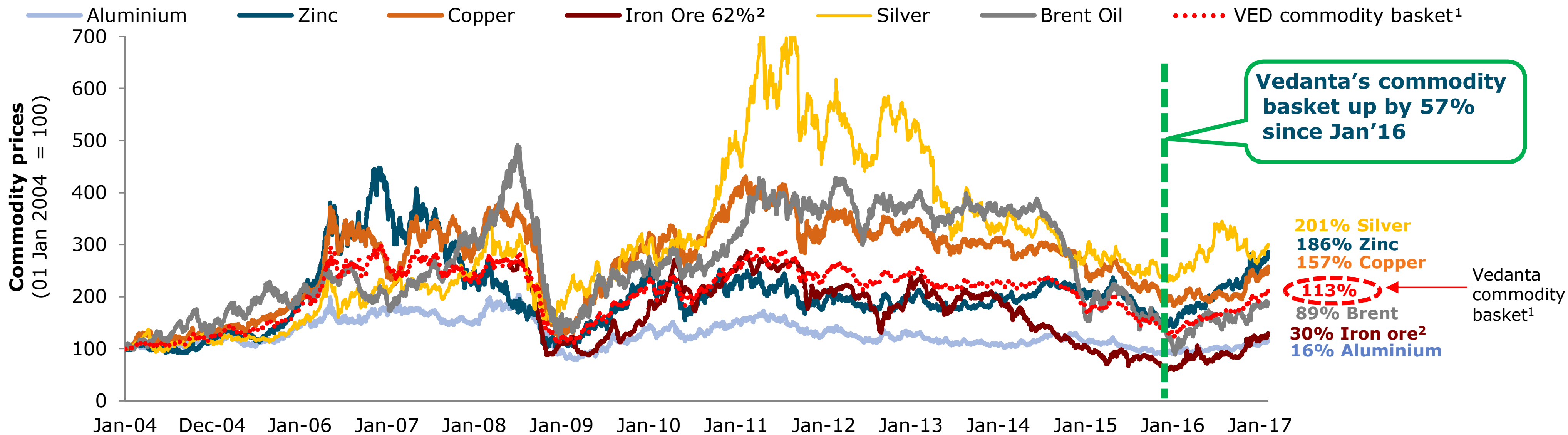
Source: Wood Mackenzie as of Q4 2016, CRU Aluminium business cost curve (2015)
[1] On a 58% Fe cost basis only

EBITDA mix (9M FY2017)



Vedanta has an attractive commodity mix

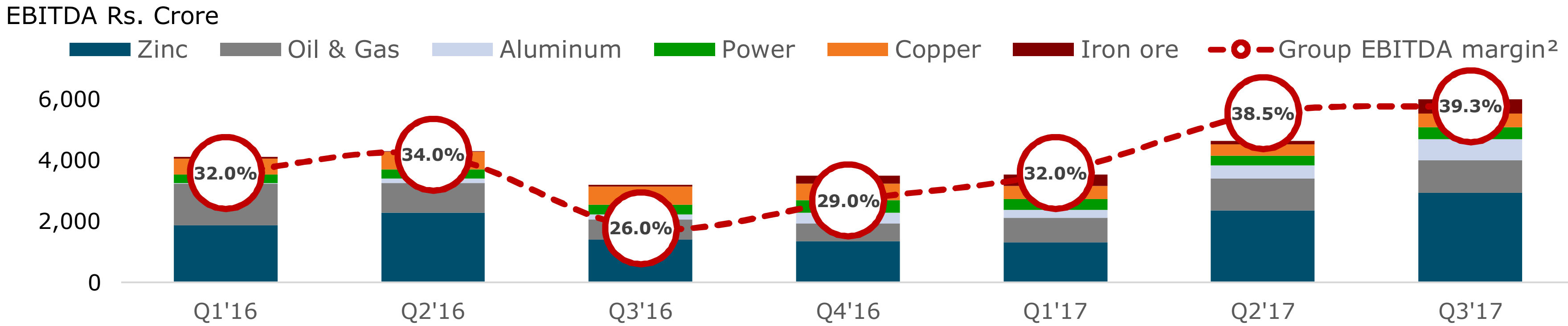
Our commodity basket has captured commodity price upside, with low volatility



Source: Company filings, Bloomberg

1. *Vedanta Limited Commodity Basket is a weighted average of commodity prices, weights are based on actual FY2016 revenue mix. Copper India revenues based on realized Tc/Rc's.*
2. *Iron ore price is available since May 2008, prior to that iron ore was traded contractually*

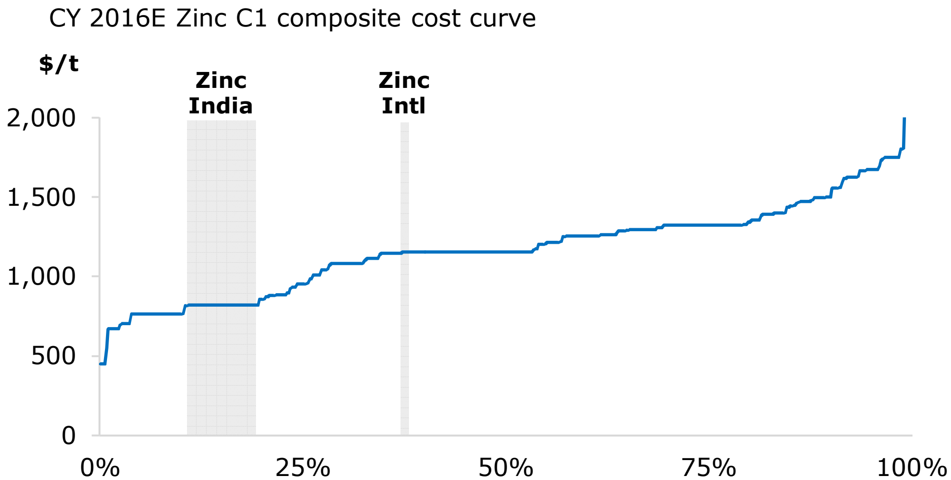
Attractive commodity mix and quality assets have enabled us to deliver strong margins through market volatility



2. Excludes custom smelting at Copper and Zinc India operations

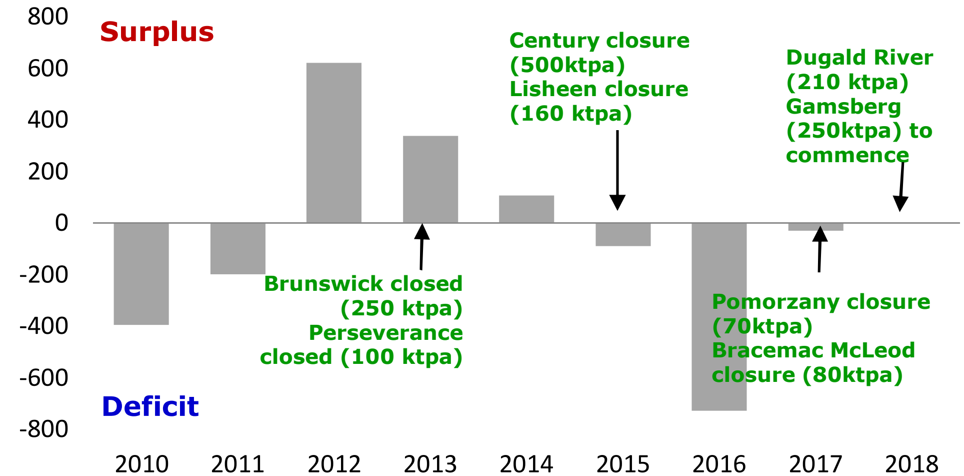
Zinc: Fundamentals supporting price

Global Zinc Cost curve



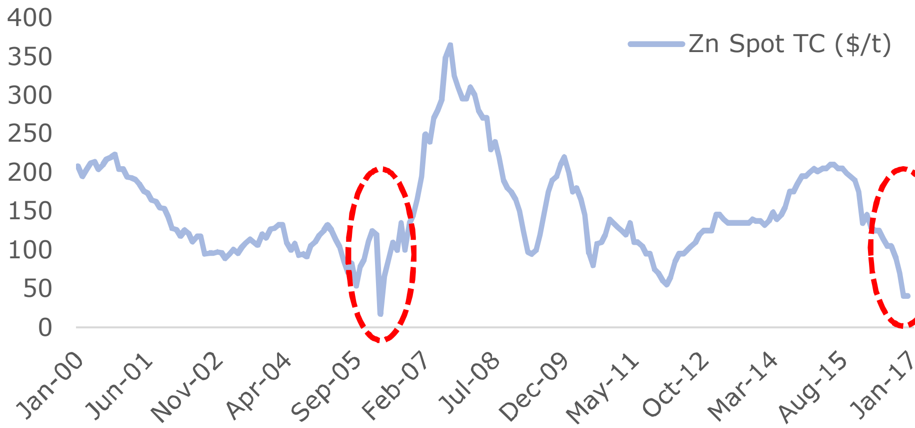
Source: Wood Mackenzie as of Q4 2016 (cost curve by Company)

Global Zinc concentrate deficit supporting zinc prices (kt)



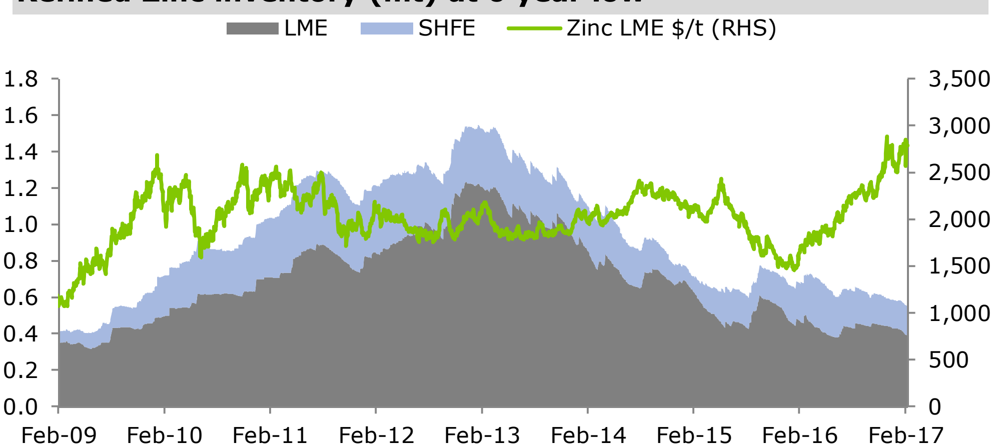
Source: Wood Mackenzie LTO Q4 2016

Decade low TCs reflect the tightness in the concentrate market



Source: Wood Mackenzie

Refined Zinc inventory (mt) at 6 year low



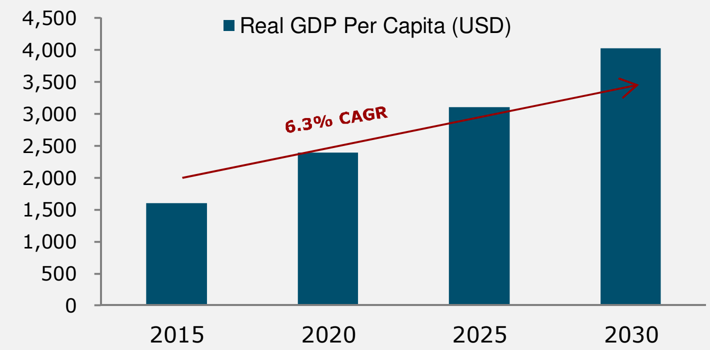
Source: Bloomberg

Delivering growth through the Zinc deficit

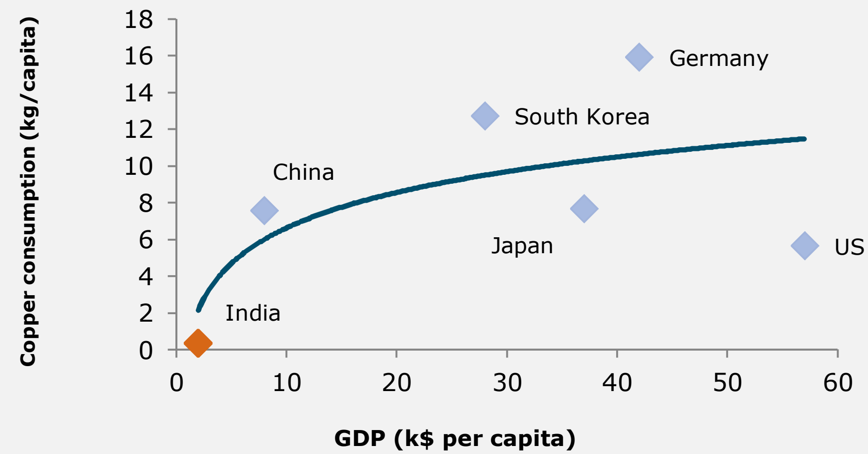
Well positioned to benefit from the India story

India's demand is growing

GDP/capita growth



Source: International Monetary Fund (October 2016)



Source: International Monetary Fund (October 2016), Wood Mackenzie LTO Q4 2016

India has favourable geology and mineral potential

India: Shared geology and mineral potential with Africa & Australia

India mineral reserves ranking

Global Ranking based on reserves

5th Coal
Reserves: 61bn tonnes

6th Zinc
Reserves: 10mn tonnes

6th Iron Ore
Reserves: 8bn tonnes

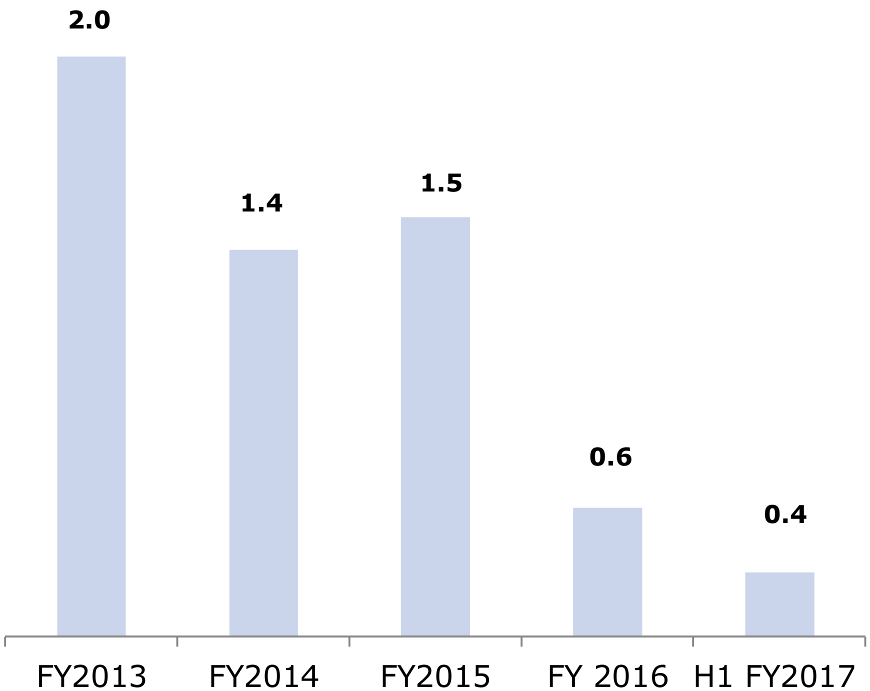
9th Bauxite
Reserves: 590mn tonnes

Source: BP Statistical Review of World Energy 2016 (Coal), U.S. Geological Survey, Mineral Commodity Summaries, January 2016 (Zinc, Iron Ore and Bauxite)

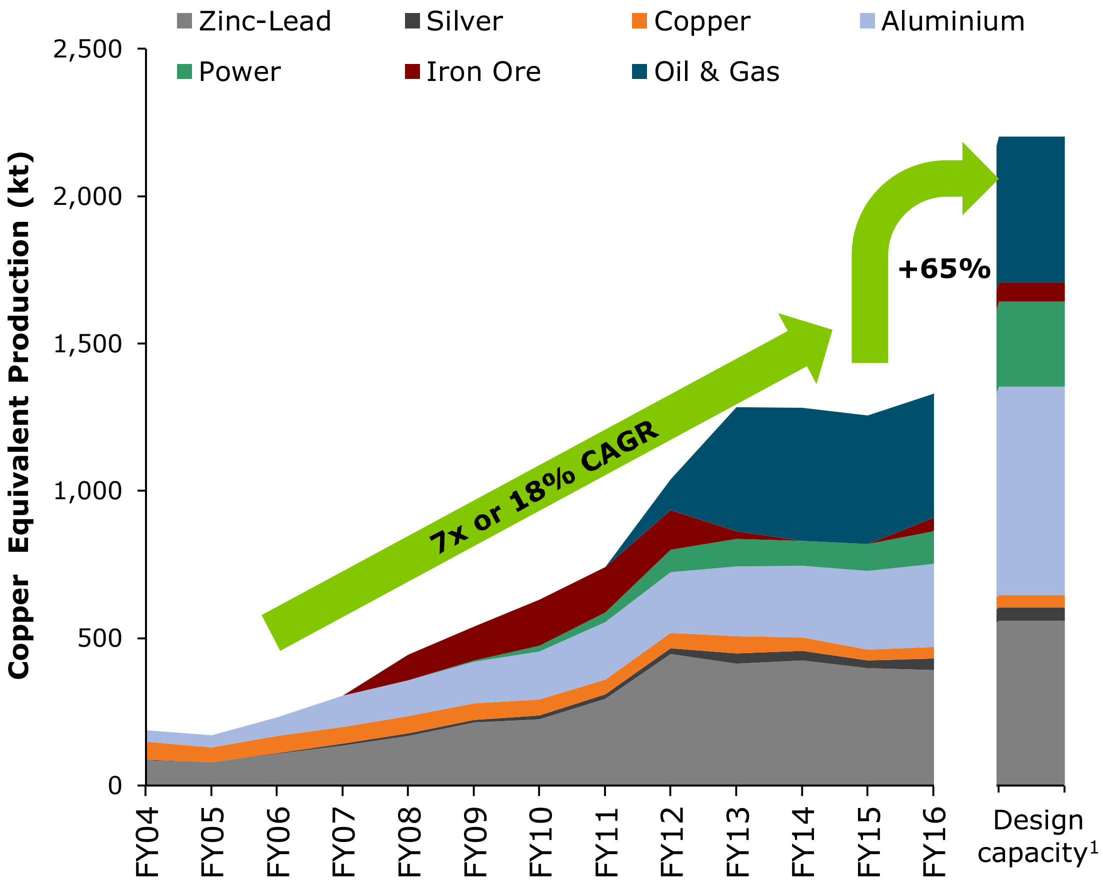
Well-invested assets driving cash flow growth

Significant capex already spent, ready to reap benefits from incremental production with low remaining capex

Capex Spent (US$bn)



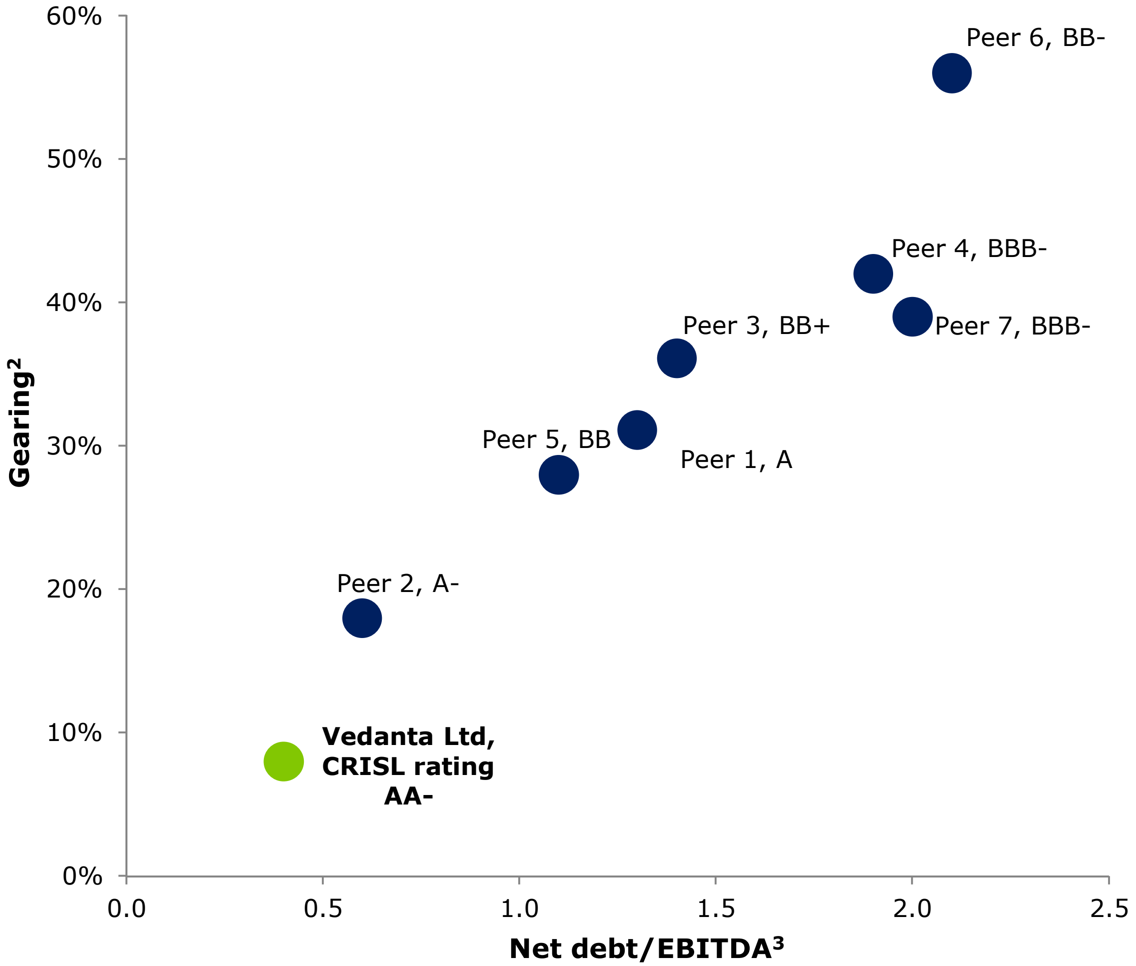
Total Production (copper equivalent kt)



All commodity and power capacities rebased to copper equivalent capacity (defined as production x commodity price / copper price) using average commodity prices for FY16. Power rebased using FY16 realisations, copper custom smelting production rebased at TC/RC for FY16, iron ore volumes refers to sales with prices rebased at average 58% FOB prices for FY16.
1. Iron ore assumed at current EC capacity of 7.8mt

One of the best balance sheets among global peers

Credit profile compared to Global Peers[1]



Disciplined Capital Allocation: Optimising capex, focus on FCF

- Ramp-ups at Aluminium, Power and Iron Ore are generating significant cash flows
- Continued optimization of Opex and Capex
  - Delivering on savings program, cost and marketing saving of US$545m in last seven quarters

Deleveraging; Strong Liquidity Focus

- Continued reduction in debt
- Cash and Liquid Investments of c.$7.9bn and undrawn committed facilities of $0.5bn
- Debt being refinanced at longer maturities and lower interest cost

Long term shareholder value

- Merger with Cairn India to complete in Q1 CY2017
- Expected to announce dividend policy following completion of merger

Source: Bloomberg
Notes:
1. International Peer companies include BHP, Rio, Anglo American, Glencore, Teck, Freeport, Vale . Long term corporate family Credit rating as assigned by S&P.
2. Gearing is calculated as Net debt divided by the sum of Net debt and Equity. These are based on reported numbers
3. Leverage is Net debt as latest reported net debt, while EBITDA is CY 2017 consensus estimate

Strategic priorities remain unchanged

Production growth and asset optimisation
- Disciplined approach towards ramp up

De-levering the balance sheet
- Reduce gross debt
- Continued optimisation of opex and capex
- Continued discipline around working capital

Simplifying the Group structure
- Complete Vedanta Limited - Cairn India merger

Creating sustainable value for all stakeholders
- Achieve zero harm
- Obtain local consent prior to accessing resources

Identify next generation resources
- Disciplined approach to exploration
- Continue to enhance exploration capabilities

Appendix

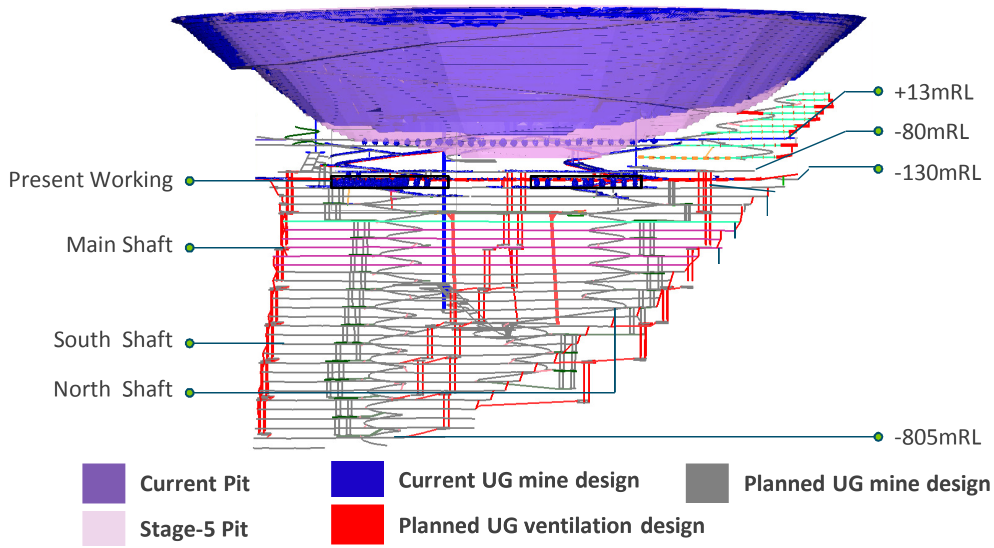
World class fully integrated zinc producer

- Annual zinc/lead production of 904kt as of 31 March 2016
- Rampura Agucha:
  - Largest zinc mine in the world[1]
  - 22.1 year life of mine (reserves and resources)
  - 7.2mt contained Zn, 0.9mt contained Pb in (proven and probable reserves[2])
- Significant silver by-product (13.65 moz in fiscal year 2016)
- Largest zinc producer in India with 79.1% market share[3]

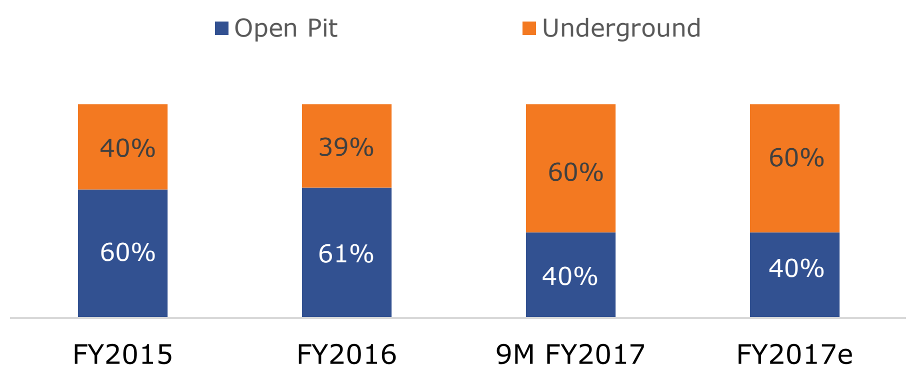
Strong outlook

- Ongoing brownfield expansion of mines to achieve 1.2 million tonnes per annum of mined zinc-lead
- On track for delivery of transition from open-pit to underground mining at Rampura Agucha
  - U/G main shaft crossed 860mtrs against final depth of 950mtrs
- Continued focus on reserves and resources expansion through exploration

Rampura Agucha Mine – Longitude Vertical Section



Proportion of Underground Production increasing (% of MIC)



[1] According to Wood Mackenzie, on a CY 2016E production basis
[2] Proved and probable reserves of 51.1mt @ 14.0% Zn / 1.8% Pb
[3] According to ILZDA, based on Indian zinc market sales volume in fiscal year 2016

Zinc International

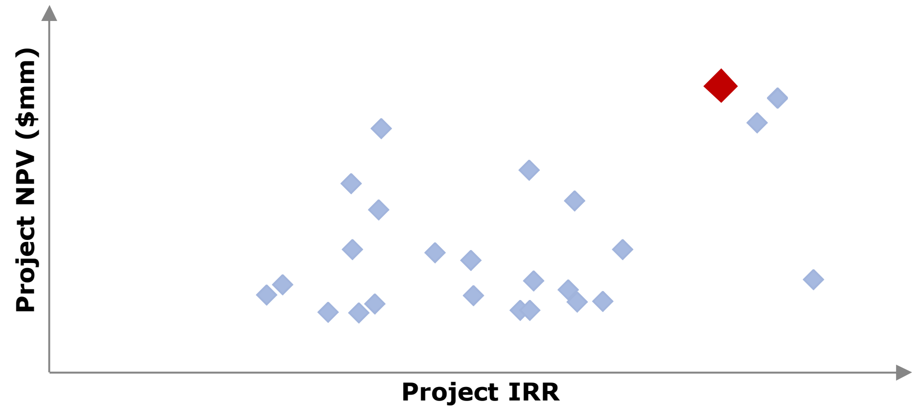
Overview

- Vedanta's international zinc business comprises:
  - Skorpion (Namibia, 100% owned)
  - Black Mountain (South Africa, 74% owned)
  - Gamsberg project (South Africa, 74% owned)
- Skorpion mine:
  - Strongly positioned in the second quartile of the cost curve[1]
  - Exploration of nearby orebodies underway at Skorpion to extend life of mine beyond 2021

Gamsberg project offers attractive opportunities

- Large, low cost growth project with mine life of over 25 years
  - Estimated production capacity of 250ktpa
  - Mining and milling capex reduced by $200mn to c.$400mn, mainly on engineering improvements and renegotiations
- Coming online in favourable zinc market
  - First ore production targeted by mid- to end-2018 with 9-12 month ramp-up to full production
- Recent updates
  - Orders for mining and concentrator plant placed in Q3; c.75% of project capex already committed

Gamsberg is a large, high return project



Source: Wood Mackenzie; Zinc/lead projects with an NPV > $400m (10% WACC)

Pre-stripping at Gamsberg

[1] *According to Wood Mackenzie, CY 2016E*

India’s leading O&G producer

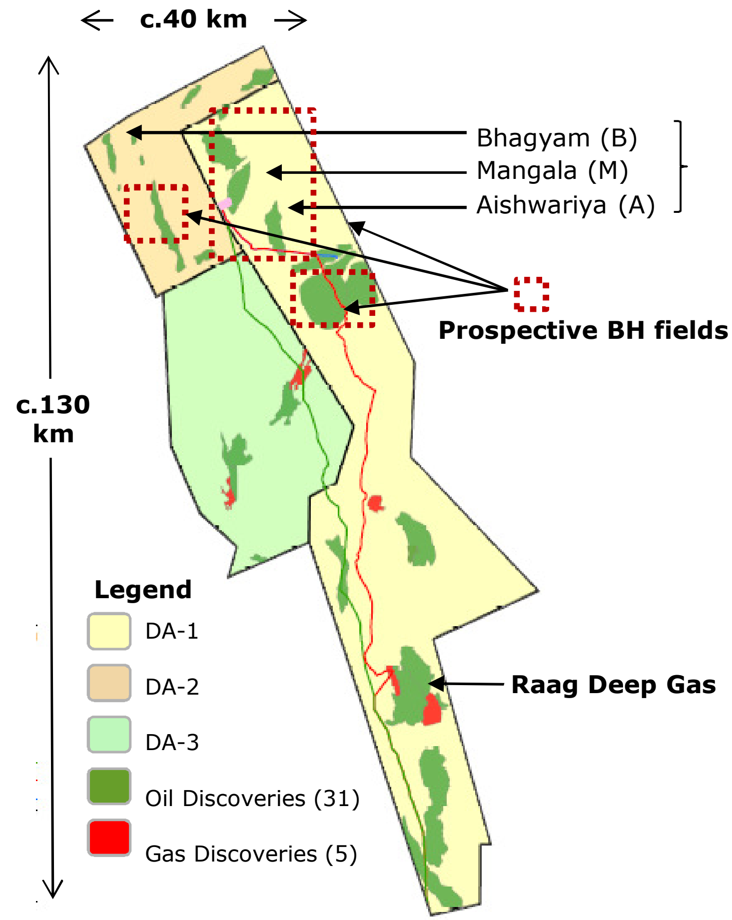
- Cairn India is the largest private sector producer of crude oil in India
- Operating c.27% of India’s domestic crude oil production[1]
- Currently present in eight blocks: one in Rajasthan, two on the west coast of India, four on the east coast of India, and one in South Africa
  - Of which three blocks are currently operational, Rajasthan, Ravva and Cambay
- Structurally low cost operations with resilient cash flow generation
  - Rajasthan offshore operations have accounted for over 90% of Cairn India’s working interest production over the last three years
  - Water-flood cost at $4.2/boe in 9M FY17; cost improvement with continued efforts on cost optimization
- Strong track record and growth pipeline in exploration and development
  - Significant growth opportunities (Raageshwari Deep Gas Project, Barmer Hill, Bhagyam, Aishwariya)

[1] *Ministry of Petroleum and Natural Gas statistics, March 2016*

Rajasthan: Barmer Hill Drilling Activity

Rajasthan Block

c.3,111 km² block with rich set of options



38 oil and gas discoveries till date

Major Indian producer with established infrastructure

- #1 aluminium producer in India by installed capacity with 44% of total[1]
  - Primary products are aluminium ingots, wire rods, billet and rolled products
  - Strategically located to service high growth markets such as India, China and the Middle East
  - Plants located close to states with rich bauxite ores
- Established infrastructure and economies of scale
  - Captive bauxite resources and alumina refining
    - Proved and probable bauxite reserves of 6.15mt as of 31 March 2016
    - 895kt alumina produced in 9M FY2017
  - Sufficient captive power supply to support aluminium operations

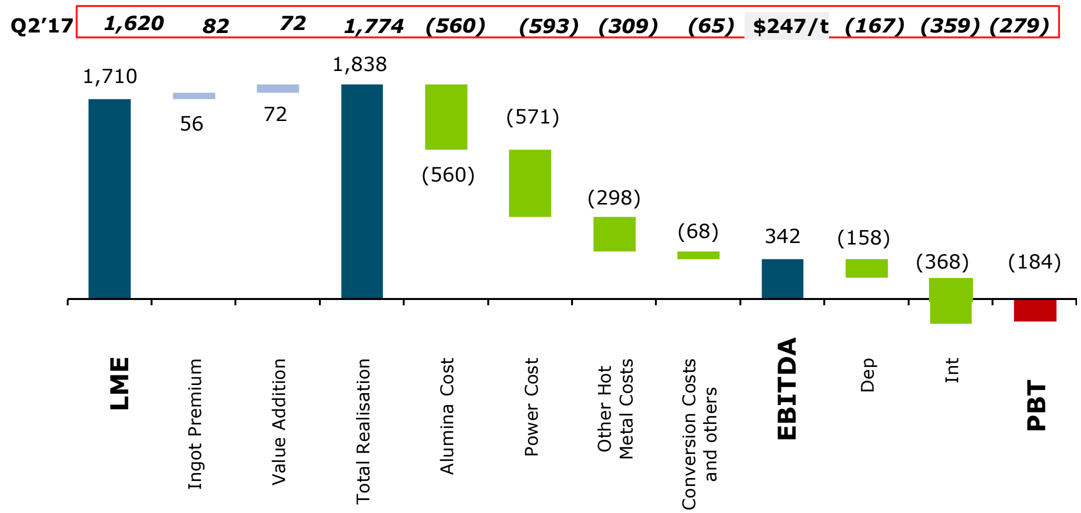
Delivering significant production growth

- Capacity expansion to 2.3mtpa underway
- Record half yearly aluminium production of 860kt in 9M FY 2017

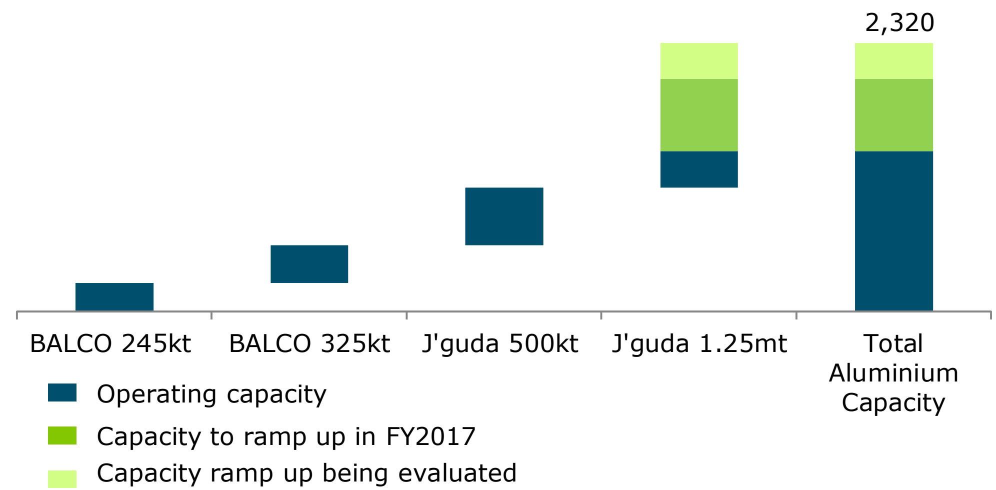
[1] *Indian Minerals Yearbook 2014*

Aluminium Costs and Margins

(in $/t, for Q3 FY2017)



Roadmap to 2.3mtpa Aluminium Capacity



Power

Overview

- Vedanta is well positioned to capitalise on India's economic growth, power deficit and large coal reserves
  - Building and managing captive power plants in India since 1997
  - Capacity: 9GW (as of 31 December 2016)
  - Long-term power off-take arrangements with state electricity boards and state-owned utilities reduce production and pricing risks
  - Benefits from increasing domestic coal production from Coal India
- Strategically located projects under development
  - Easy access to fuel and water
  - Well connected by railways and road
  - In close proximity to power deficit areas (e.g. state of Punjab)

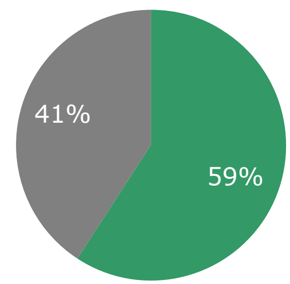
Key Update

- Entire portfolio of 9,000MW is operational
- TSPL
  - Unit-III achieved COD in August and capitalized on 1st September
- Jharsuguda 2400MW:
  - Supply from 1 unit to Gridco – Other 3 units to continue sale of surplus power, until fully utilized by Jharsuguda-II smelter

Power Generation Capacity – c. 9GW

IPP (3.6GW)

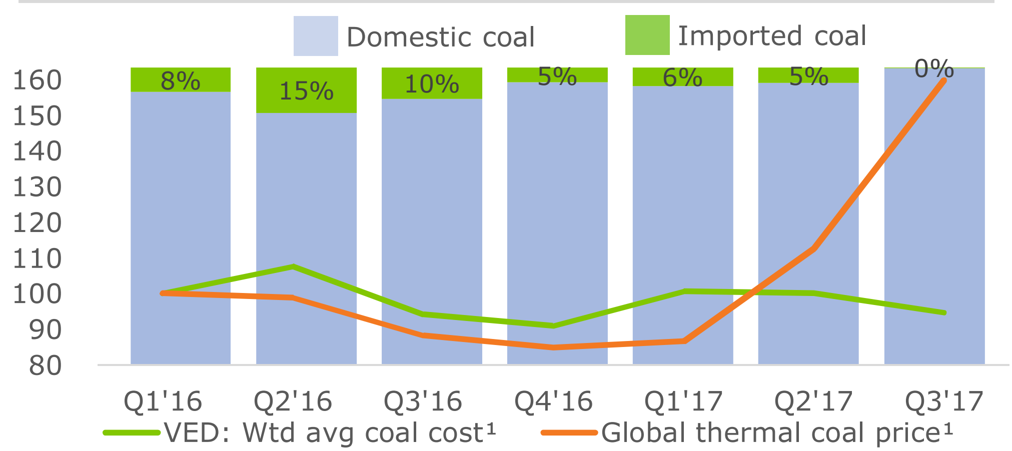
- 600MW Jharsuguda (of 2400MW plant)
- 1,980MW TSPL
- 2*300MW BALCO (of 1200MW plant)
- 274MW HZL Wind Power
- 100MW MALCO



CPP (5.1GW)

- 1,215MW Jharsuguda
- 3*600MW Jharsuguda (of 2400MW plant)
- 540MW BALCO
- 270MW BALCO
- 2*300MW BALCO (of 1200 MW plant)
- 90MW Lanjigarh
- 474MW HZL
- 160MW Tuticorin

Increased availability of domestic coal has enabled lower coal costs

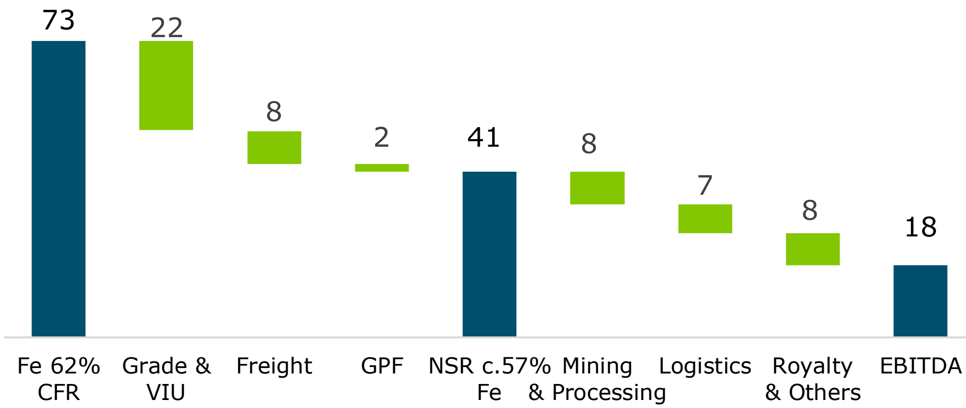


Note: Above data is for CPP's and IPP's at Jharsuguda and BALCO
1. Indexed to 100, Mix is at normalized GCV

Overview

- Vedanta’s iron ore business is in the states of Goa and Karnataka
  - First company to restart iron ore mining in Goa (August 2015) after 3 year state-wide mining bans
- Leading company in iron ore mining, processing and shipping in both export and domestic markets
  - India's largest private sector exporter of iron ore since 2003, according to the Federation of Indian Mineral Industries
  - Diversified customer base, with 60% of products exported to China (FY2016)
  - Geographically well-positioned to benefit from the continued growth of Asian economies
  - Competitive cost position: first quartile (58% Fe cost basis)
- Engaging with respective state governments for higher volume allocation
  - 20.5 mt pre-ban production capacity

Goa iron ore costs and margin (Q3 FY2017, US$/t)



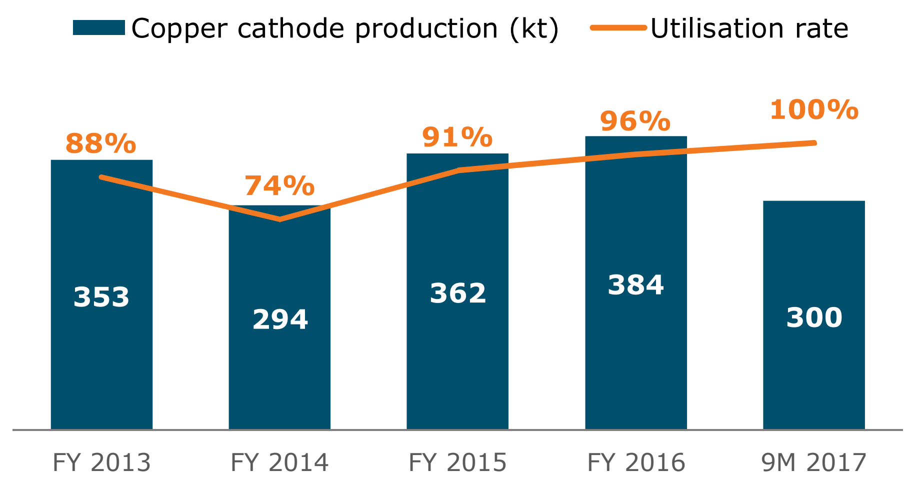
Transhipper at Goa

Copper India

Overview

- Large custom smelting and refining business with capacity of 400ktpa (40% of total Indian capacity according to the Indian Minerals Yearbook 2014)
  - High utilisation: record copper cathode production in FY16 (384 ktpa, 96% utilisation)
  - Efficient by-product management (sulphuric acid and precious metals)
  - Strong demand fundamentals: Wood Mackenzie expects refined copper demand in India to almost double by 2025
- Operations comprise of:
  - Tuticorin (southern India): includes 400 ktpa copper smelter and captive power plants of160 MW
- Strategic priorities:
  - Efficient and low cost smelter with high utilisation rates
  - Sustain operating efficiencies, reducing cost profile further
  - Maximising TcRc
  - Additional 400ktpa capacity expansion (pending environmental clearances)

Sustained, high utilisation rate

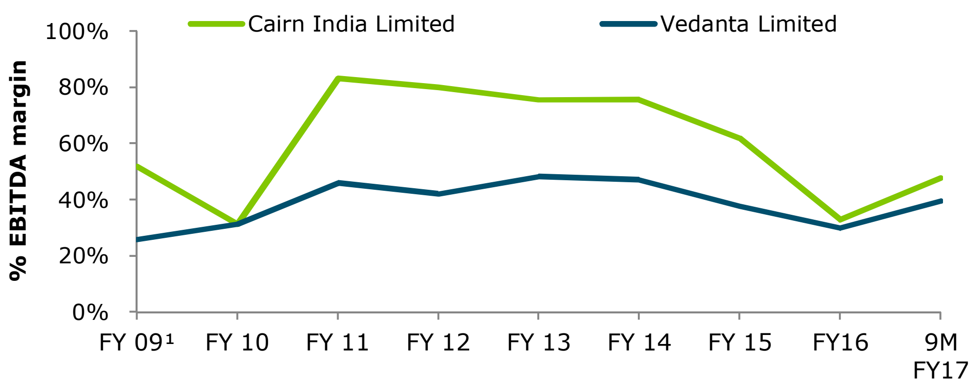


Tuticorin Facility

Vedanta Ltd-Cairn India merger

Efficient capital allocation, more stable cash flows

- Diversified portfolio de-risks earnings volatility and drives more stable cash flows through the cycle
- Vedanta Limited will announce its dividend policy following completion of merger with Cairn India
- Improved ability to allocate capital to highest return projects
- Cost savings and greater capital efficiency, with potential re-rating to benefit all shareholders
- Stronger balance sheet lowers overall cost of capital
- Consistent with corporate strategy to simplify the Group structure



Source: Company filings, Bloomberg
Note1: Excludes custom smelting. For Vedanta Limited: reported numbers considered for FY13 to current; Vedanta plc ex KCM used as proxy for FY12 and before

Timeline

Key completed events

- BSE, NSE and SEBI approvals sought ✓
- BSE, NSE and SEBI approvals ✓
- Application to National Company Law Tribunal in India ✓
- Vedanta plc posting of UK Circular ✓
- Vedanta plc EGM ✓
- Vedanta Limited shareholder meeting ✓
- Cairn India Limited shareholder meeting ✓

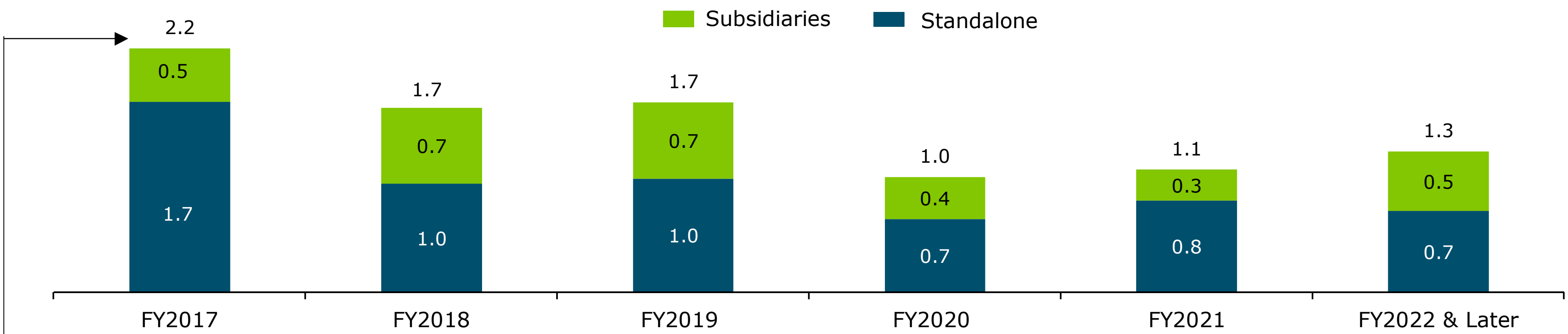
Pending approvals

- Reserve Bank of India approval
- National Company Law Tribunal Approval
- MoPNG approval

Balance sheet and maturity profile

Maturity Profile of Term Debt ($9.0bn)

(as of 31st December 2016)



External term debt of $9.0bn ($6bn at Standalone and $3bn at Subsidiaries)
Maturity profile shows external term debt at face value (excludes working capital of $0.4bn, inter-company debt from Vedanta plc of $0.1bn)

FY2017 maturities of $2.2bn are a combination of short-term debt, and term debt:

- Focus on deleveraging the balance sheet during the year through internal accruals and working capital release
- Access to diversified sources of funds: c.$0.23bn debt refinanced at reduced cost and for longer tenor through INR NCD's in Sept and Oct.

Debt breakdown as of 31 Dec 2016	(in $bn)
External term debt	9.0
Working capital	0.4
Inter company loan from Vedanta Plc[1]	0.1
Total consolidated debt	**9.6**

Cash and Liquid Investments	**7.9**
Net Debt	**1.7**

[1] *Further repaid $0.1bn inter-company loan in Jan2017 and there is no outstanding inter-company loan as on date.*

- Strong credit profile: CRISIL (subsidiary of S&P) credit rating at AA- with Stable outlook
- Repaid $0.3bn of intercompany loan to Vedanta plc in Q3
- Strong liquidity: Cash and liquid investments of $7.9bn and undrawn committed lines of $0.5bn

Entity wise cash and debt

(in Rs. Crore)

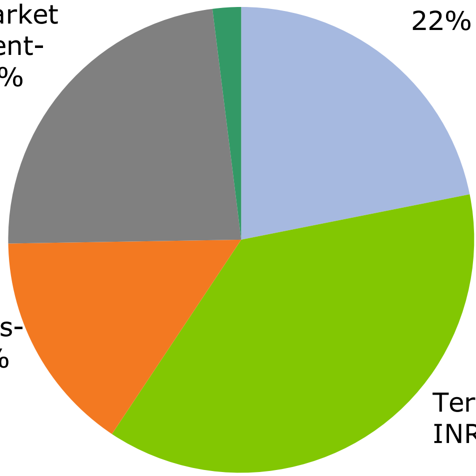
Company	31 December 2016			30 September 2016			30 June 2016		
	Debt	Cash & LI	Net Debt	Debt	Cash & LI	Net Debt	Debt	Cash & LI	Net Debt
Vedanta Limited Standalone	43,168	1,247	41,921	41,285	2,114	39,171	35729	1,216	34,513
Zinc India	0	25,373	(25,373)	1,928	27,186	(25,258)	3,911	26,839	(22,928)
Zinc International	0	678	(678)	0	909	(909)	0	600	(600)
Cairn India	0	25,975	(25,975)	0	24,339	(24,339)	0	23,565	(23,565)
BALCO	5.513	12	5,501	5,521	22	5,499	4,897	12	4,885
Talwandi Sabo	7,824	97	7,727	7,643	56	7,587	7,419	23	7,396
Twin Star Mauritius Holdings Limited [1] and Others[2]	8,461	69	8,392	10,417	207	10,210	14,563	44	14,519
Vedanta Limited Consolidated	**64,966**	**53,452**	**11,514**	**66,794**	**54,833**	**11,961**	**66,519**	**52,299**	**14,220**

Notes: Debt numbers at Book Value and excludes inter-company eliminations.
Gross Debt excludes operational buyer's credit (Rs. 11,258 Crore at 31 Dec 2016 ,Rs. 10,276 Crore at 30 Sep 2016, Rs.10,434 Crore at 30 Jun 2016), now classified as Trade Payables under Ind AS (inline with IFRS).

1. *As on 31 December 2016, debt at TSMHL comprised Rs.7,135 crore of bank debt and Rs. 623 crore of debt from Vedanta Resources Plc*
2. *Others includes,Fujairah Gold, and Vedanta Limited's investment companies.*

Debt breakdown & funding sources

Diversified Funding Sources for Term Debt of $9.0 bn
(as of 31 Dec 2016)



- External term debt of $ 6 bn at Standalone and $3 bn at Subsidiaries, total consolidated $9 bn
- INR debt: 82%, USD debt:18%

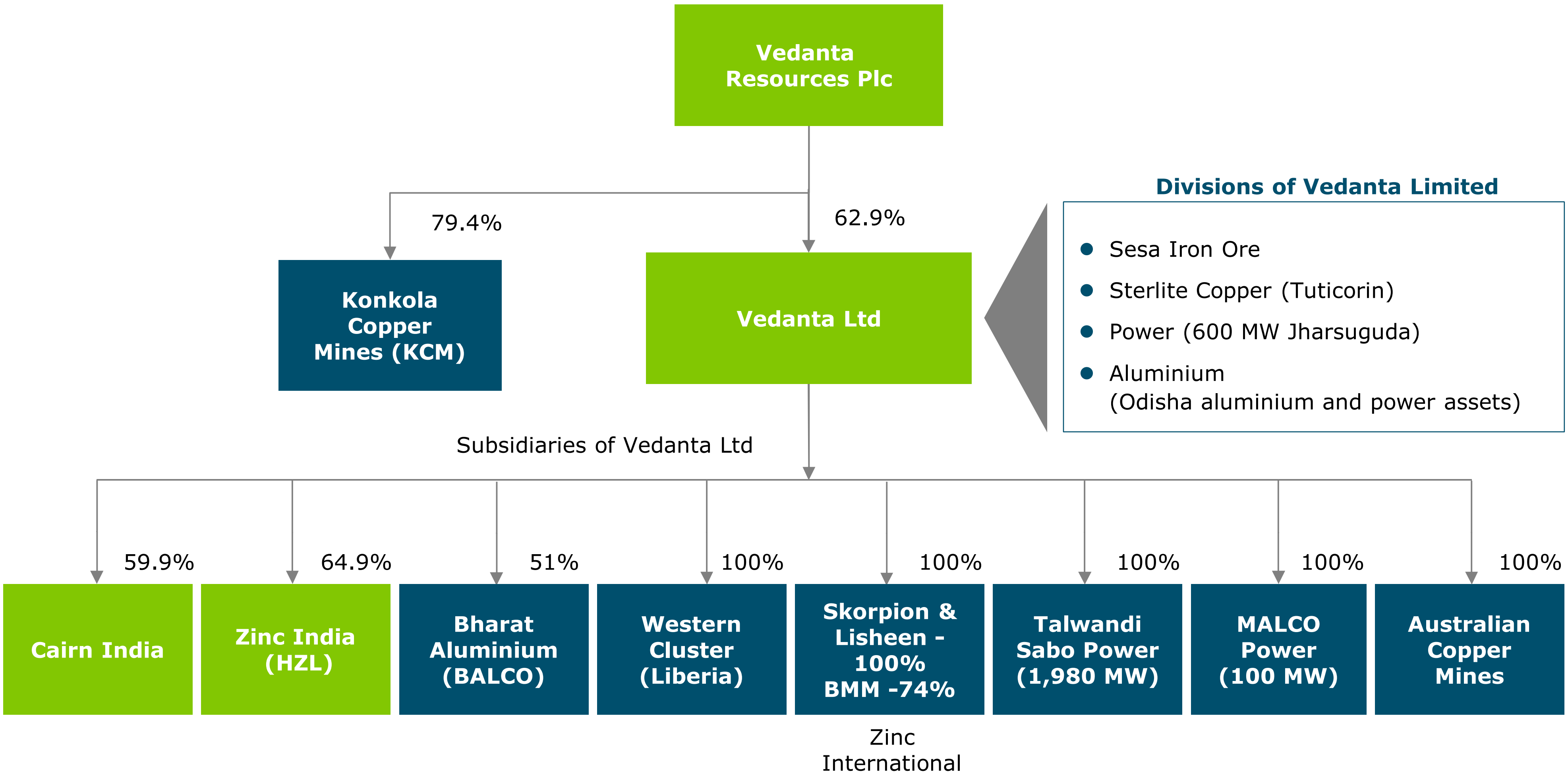
Debt Breakdown
(as of 31 Dec 2016)

Debt breakdown as of 31 Dec 2016	**(in $bn)**
External term debt	9.0
Working capital	0.4
Inter company loan from Vedanta Plc	0.1
Total consolidated debt	**9.6**
Cash and Liquid Investments	**7.9**
Net Debt	**1.7**

[1] Further repaid $0.1bn inter-company loan in Jan2017 and there is no outstanding inter-company loan as on date.

Note: USD–INR: Rs. 67.95 at 31 December, 2016

Group Structure



Listed entities   Unlisted entities

Notes: Shareholding based on basic shares outstanding as on 31 December 2016 vedanta

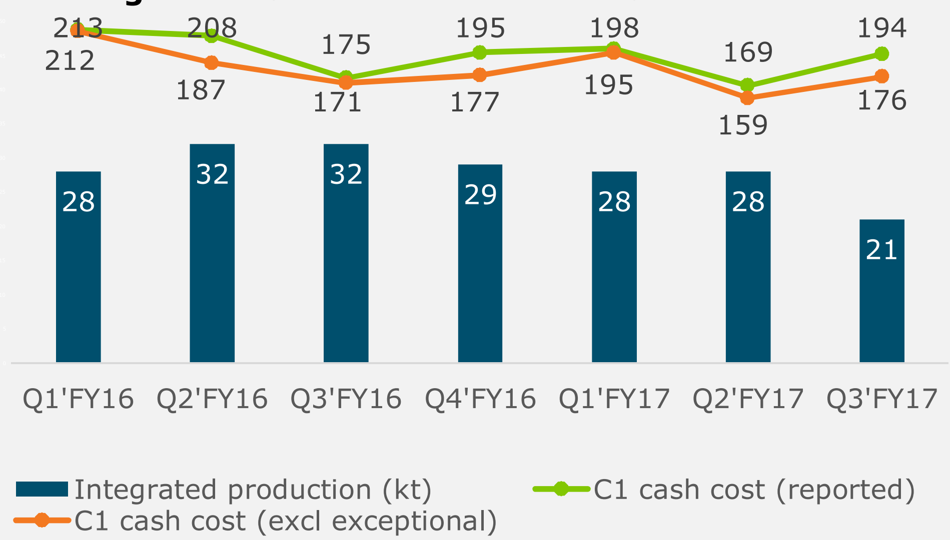
Vedanta Resources Plc

Vedanta Plc: Copper – Zambia

Vision of 50 years of mining at world-class asset

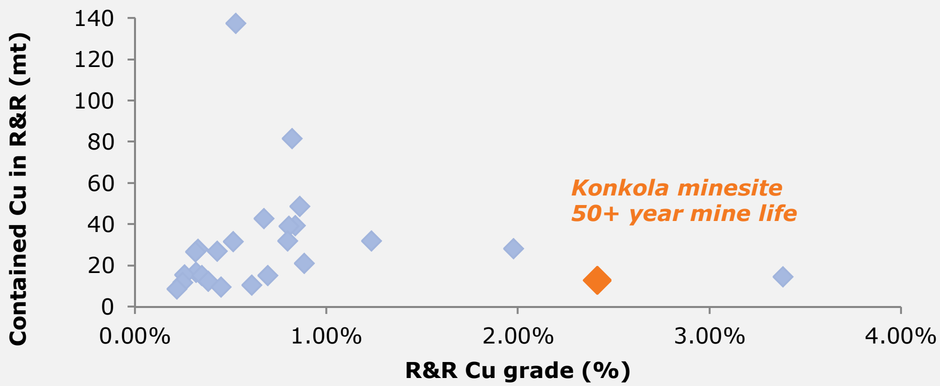
- Konkola Copper Mines plc (KCM) is one of Africa's largest integrated copper producers
  - Reserves of 255mt @ 1.29% copper (3.3mt contained copper) and additional M,I&I resources of 475 mt @ 2.77% copper (13.2mt contained copper)
  - Flagship asset is Konkola Deep underground mine
    - 169 year life of mine (reserves and resources)
  - Other operations: Nchanga (copper and cobalt mined both underground and in open pits) and Nampundwe (underground pyrite mine and concentrator)
- Turnaround well underway
  - Cost initiatives over the last two years have delivered significant results
  - Maximising smelter utilisation with custom smelting

Integrated volumes and C1 cash costs[1]



KCM: One of world's highest grade copper mines

Top 25 producing copper mines by contained copper (mt)



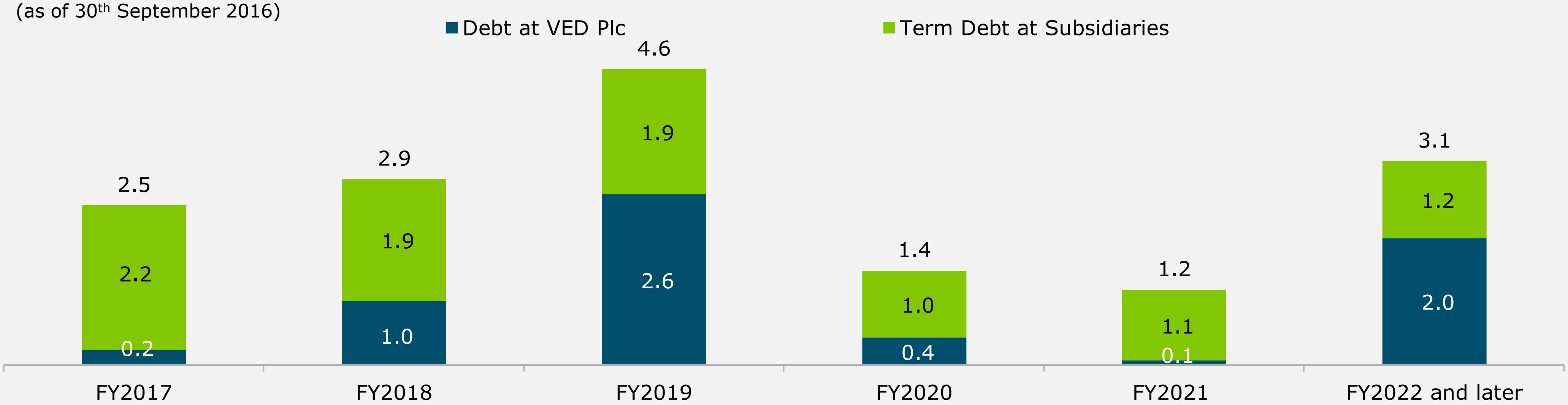
1. *Exceptional items primarily include Kwacha impact on VAT receivables & provisioning for higher power cost*

Source: Wood Mackenzie as of Q1 2016

Vedanta Plc: Balance Sheet and Maturity Profile

Term Debt Maturity Profile[1] ($15.6 billion)

(as of 30th September 2016)



Vedanta plc Maturities:

- $0.4bn of intercompany loan to be repaid by Vedanta Limited in H2 FY2017
- $1bn of FY2018 debt maturities comprises banks loans due in the second half; to be repaid or refinanced
- Continue to evaluate options to optimise balance sheet, extend maturity profile and reduce financing costs
- Positive credit rating movements:
  - Moody's upgraded issuer rating from B2 to B1
  - S&P changed outlook from Stable to Positive

FY2017 Vedanta Ltd Maturities (combination of short term debt and term debt):

- Access to diversified sources of funds: c.$0.23bn debt refinanced at reduced cost and for longer tenor through INR NCD's in Sept and Oct.
- Focus on deleveraging the balance sheet during the year through internal accruals and working capital release
- Vedanta Ltd has strong credit rating of AA- with Stable outlook from CRISIL, a subsidiary of S&P

Cash and liquid investments of $8.2bn and undrawn committed lines of $0.5bn as of 30 Sept 2016

Numbers may not foot due to rounding

1. Debt numbers shown at face value and exclude one-year rolling working capital facilities of $0.6bn and short term borrowing of $0.3bn at HZL due in FY2017

Vedanta Plc: Update on Balance Sheet and Maturity Profile (contd.)

- Net Debt at $7.9bn and undrawn committed facilities of US$0.5 billion as at 31 December 2016
- Issued $1 billion bond at 6.375% with 5.5 year tenor to proactively refinance 2018 and 2019 bonds through a concurrent tender offer
  - Received strong subscription for the bonds
  - $796 million face value of the 2018 and 2019 bonds were tendered
- S&P upgraded rating to B+ with stable outlook