

A HISTORY OF ESSAR STEEL LIMITED (“Essar”) FLOATING RATE NOTES ISSUED IN 1994

- 1994** Essar issues US\$250 million Floating Rate Notes
- 1999** Essar defaults on US\$250 million Floating Rate Notes due 1999 that were issued in 1994
- 2000** Essar exchanges 1999 Notes for Floating Rate Notes due 2005
- 2001** Essar defaults on Floating Rate Notes due 2005
- 2003** Essar offers to buy the 2005 Notes for 24% of face value or exchange for 2018 US\$ Notes paying a coupon of 0.25% per annum or Indian Rupee Notes
- 2010** Essar’s parent company mandates banks to sell benchmark seven year, unsecured US\$ Notes

Existing Essar US\$ Noteholders expect fair and equitable treatment.