

Investigation by Serious Fraud Investigation Office

On 28 October 2009, the Company received a copy of an order dated 23 October 2009 from the Ministry of Corporate Affairs of the Government of India ordering an investigation by the SFIO into the affairs of the Company and that of its subsidiary, Sesa Industries Limited ("SIL"). The scope of investigation includes looking into the state of affairs of the Company and SIL in respect of mismanagement, malpractices, financial and other irregularities. According to this order, this investigation must be completed within six months of the date of the order. The Company understands from the order that this investigation has been initiated pursuant to a report of the Registrar of Companies that recommended such an investigation and the order directs inquiry into allegations made in certain complaints, but does not identify the complaints. The Company did not have any notice of this report prior to the receipt of the order and has not received a copy of this report of the Registrar of Companies, but has received requests from the Registrar of Companies for information for the period from 2001 to 2009. The Company believes that the investigation originates from the complaint filed by one of the shareholders of SIL against SIL, the Company and their directors in 2003 prior to the acquisition of the Company by Vedanta in April 2007.

The Company and its management are committed to the highest levels of corporate governance and transparency and will fully cooperate with the investigation. The Company continues to conduct its business in full compliance with all applicable laws and regulations.

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About Sesa

Sesa is India's largest producer and exporter of iron ore in the private sector. The company is a majority owned and controlled subsidiary of Vedanta Resources plc, the London listed FTSE 100 diversified metals and mining major. For over five decades, Sesa has been involved in iron ore mining, beneficiation and exports. Over the last two decades, it has diversified into the manufacture of pig iron and metallurgical coke. Sesa has mining operations in Goa, Karnataka and Orissa while it also operates a 280,000 TPY metallurgical coke plant and a 250,000 TPY pig iron plant in Goa. The Company recently acquired the shares of V.S. Dempo & Co. Pvt. Ltd, which in turn holds 100% equity shares of Dempo Mining Corp. Pvt. Ltd.

Disclaimer

This press release contains "forward-looking statements" - that is, statements related to future, not past, events and may be interpreted as 'forward looking statements' within the meaning of applicable laws and regulations. In this context, forward-looking statements often address our expected future business and financial performance, and often contain words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "should" or "will." Forward-looking statements by their nature address matters that are, to different degrees, uncertain. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect the company's operations include a downtrend in the steel, pig iron & met coke industry - global or domestic or both,

significant changes in political, economic, business, competitive or regulatory environment in India or key markets abroad and from numerous other matters of national, regional & global scale including but not limited to natural calamity, tax laws, litigations, Government policies & regulations, fluctuations in interest and or exchange rates of Indian Rupee, etc. Any forward-looking information in this press release has been prepared on the basis of a number of assumptions, which may prove to be incorrect. This press release should not be relied upon as a recommendation or forecast by Sesa Goa Ltd. The views expressed herein may contain information derived from publicly available sources that have not been independently verified; no representation or warranty is made as to the accuracy, completeness or reliability of this information. We do not undertake to update our forward-looking statements.