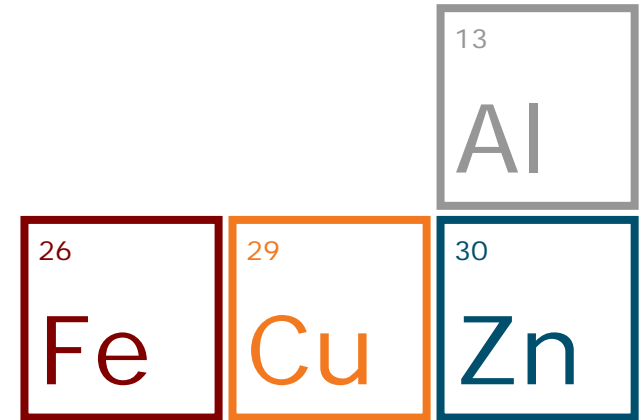




2008 Preliminary Results
15 May 2008



WORLD CLASS RESOURCES
+ ACCELERATED GROWTH
= DELIVERING VALUE

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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 an environmental, climatic, natural, political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different than those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements.

Summary

- Four consecutive years of record growth
 - Revenue 59% CAGR
 - EBITDA 75% CAGR

- \$8.8 billion organic growth programme

- Acquisition of Sesa Goa, India's largest private sector producer of Iron Ore

- Industry leading TSR performance: 470% since IPO

- Well placed to develop further growth opportunities in India

- Talent pool of 7,000 high quality professionals

2008: A Landmark Year

- A unique story
 - Significant increase in volumes
 - Stable operating costs in a challenging industry environment
 - Projects delivered on budget and ahead of schedule

- Acquisition of Sesa Goa marks entry into attractive Iron Ore business
 - Delivered excellent growth and returns
 - Strong growth opportunity

- Key highlights
 - Sterlite ADR, largest Indian IPO at listing
 - Chanderiya II smelter fully commissioned
 - 1.4mtpa Lanjigarh refinery
 - Jharsuguda Phase 1 commenced commissioning
 - HZL exploration success
 - Zinc expansion to 1mtpa under implementation
 - KCM option exercised and completed

2009: Accelerating Growth

- Jharsuguda Phase I (250ktpa) ramp-up to full production
- Substantial progress in HZL expansion to 1mtpa
- Sesa Goa: accelerating towards 25mtpa
- KCM project: major progress at KDMP; Nchanga smelter commissioning
- 2,400MW IPP project on track
- Continued focus on exploration
- BALCO and HZL call options
- Opportunities to unlock value within group

2008 Operating Highlights

- Highest ever production across all metals

- Operating costs stable despite challenging environment

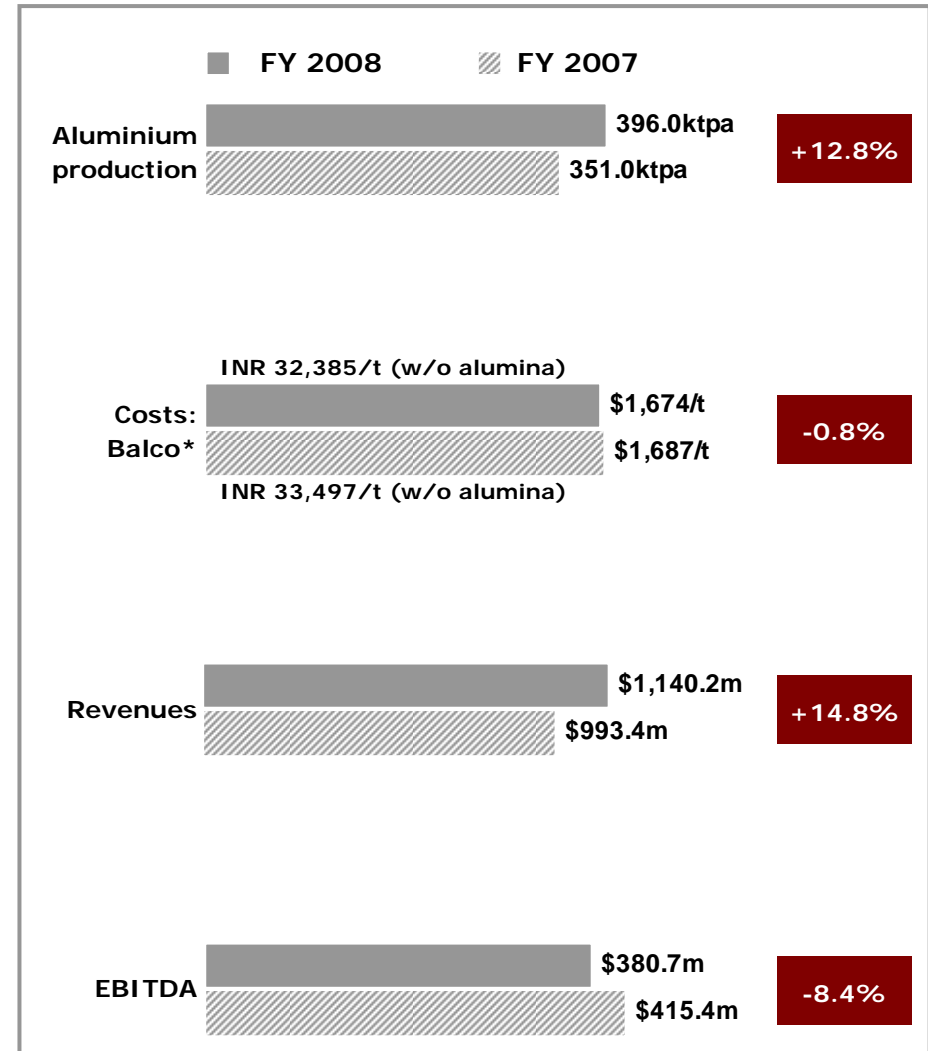
- Expansion projects commissioned ahead of schedule
 - Chanderiya II hydro zinc smelter commissioned in December 2007 and excellent ramp-up
 - 88 ktpa zinc debottlenecking completed in May 2008
 - First phase of Jharsuguda aluminium smelter commenced commissioning in May 2008, **one year ahead of schedule**
 - Lanjigarh refinery in operation

- Strong contribution from Sesa Goa in first year of acquisition

- Exploration success at HZL, increasing mine life and supporting capacity expansion

Aluminium Operations

- Highest ever annual production
- Debottlenecking commenced
- Improving trend for operating costs
- Lower EBITDA
 - 11% appreciation of the Indian rupee
- Alumina production from Lanjigarh refinery commenced
 - Single stream operation produced 267,000 tonnes



* Refers to Korba II only

Jharsuguda Aluminium Project

- 500ktpa Project at Jharsuguda
 - Phase 1: 250ktpa
 - Phase 2: 250ktpa
 - CPP: 1,215MW

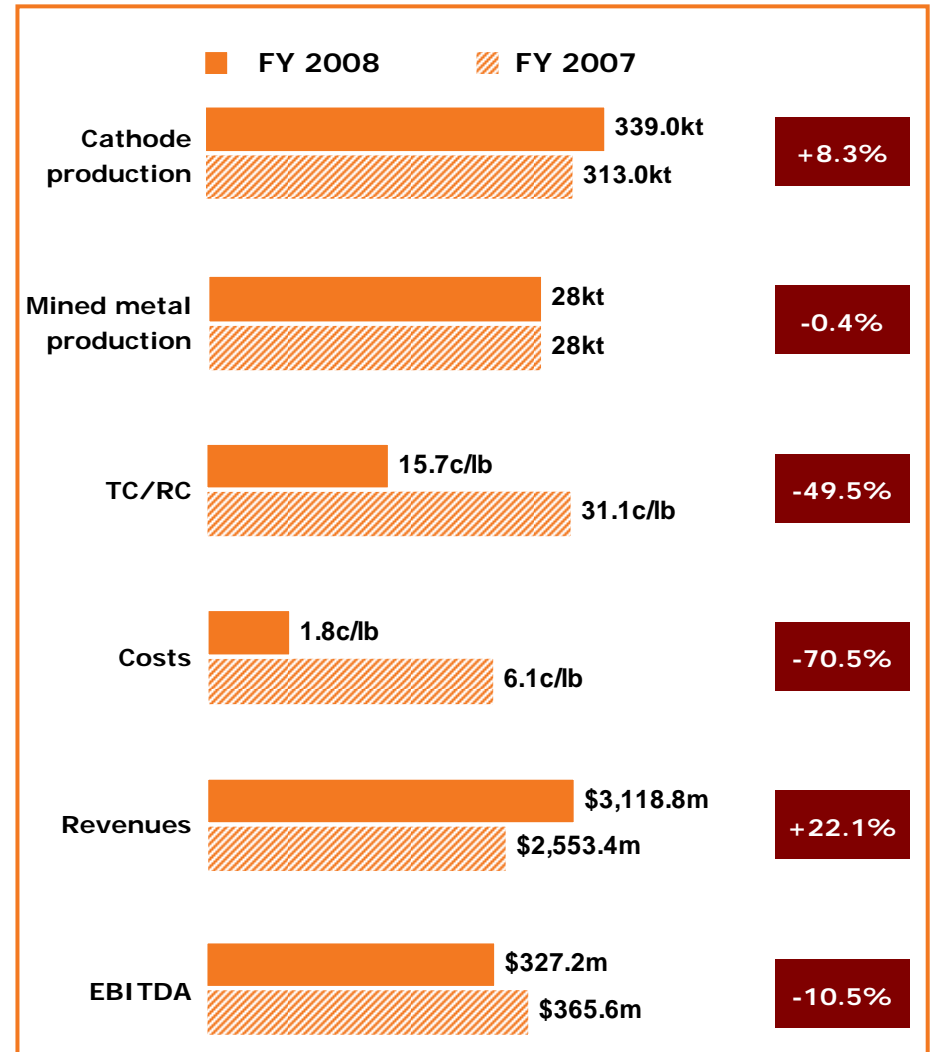
- Phase 1: commenced commissioning one year ahead of schedule
 - First metal out May 2008
 - Fully commissioned by end of FY2009

- Total capex \$2.1bn, on budget



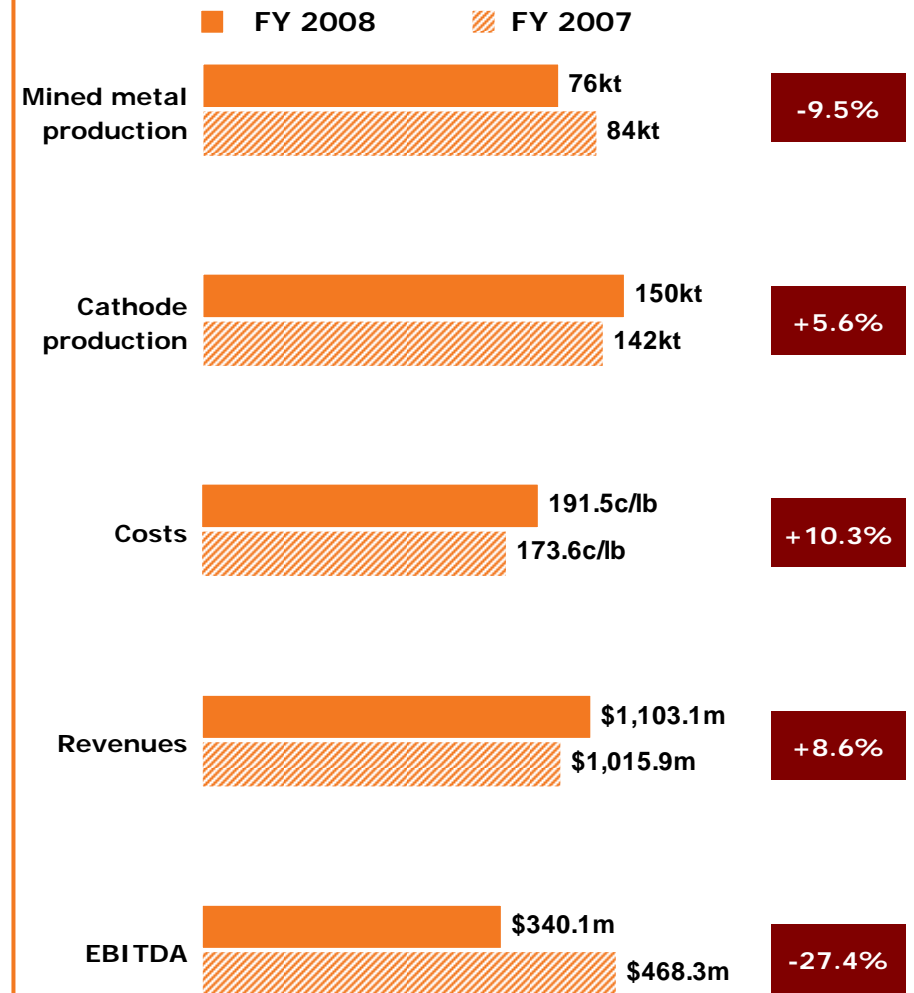
Copper – India and Australia Operations

- Highest ever copper cathode production
- Significantly lower operating costs of 1.8USc/lb
 - Significant increase in recoveries
 - By-product contributions
 - Offset by higher power cost
- Strong EBITDA performance given weak TC/RCs
 - 2008: 15.7USc/lb; expect softening in 2009
 - Contribution from Phosphoric Acid business
- Consistent output from Australian operations



Copper – Zambia Operations

- FY 2008 performance impacted by
 - Power grid failure in January
 - High energy and manpower costs
 - Higher repair and maintenance expenditure
- TLP oxide production stable and substantially higher
- Mine production set to improve
 - Pre-stripping of open-pit mines
 - Improved underground development
 - Better plant availability
- Organisation development



Copper – Zambia Project

KCM expansion

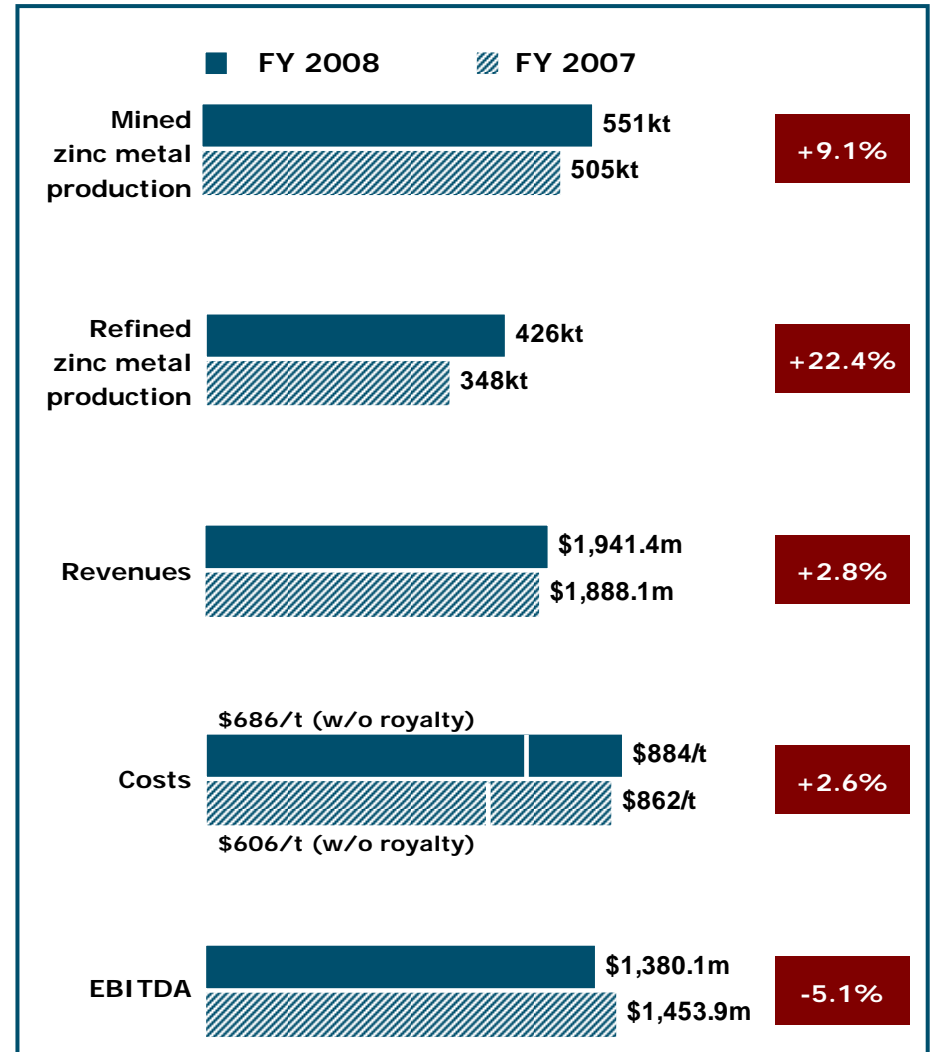
	Earlier scope	Revised scope
KDMP (mtpa)	2.0 to 6.0	2.0 to 7.5
Concentrator (mtpa)	3.0	6.0
Smelter (kt)	250.0	300.0

- Project cost \$1,046 million
- Smelter commissioning mid-2008
- Mid-shaft production commencement advanced to mid-2009



Zinc Operations

- 170ktpa Chanderiya II smelter commissioned ahead of schedule
 - Achieved rated capacity in the very first quarter of commissioning
- 88ktpa debottlenecking project commissioned
- Chanderiya–I smelter zinc/LME registered
- Underlying unit costs of production stable
- EBITDA impacted by
 - INR appreciation
 - Lower LME prices



HZL – Exploration Success

- Increase in reserves and resources by 28.7mt (4.0 million tonnes of metal) in FY2008
- Total reserves and resources at March 2008 at 232.3mt containing 27.5mt of zinc-lead metal
- Rampura Agucha mine
 - 28,000 meters drilling
 - Mineralisation (15.5% Zinc, 2% Lead) below a depth of 550 meters
 - Resources and reserves augmented to 107.3mt
- Sindesar Khurd mine certified reserves and resources of 37mt
 - Increased strike length by 300 meters
 - 5.8% zinc, 3.8% lead and 215ppm silver
 - Second largest ore body in HZL
- 110mt addition to reserves and resources in last four years

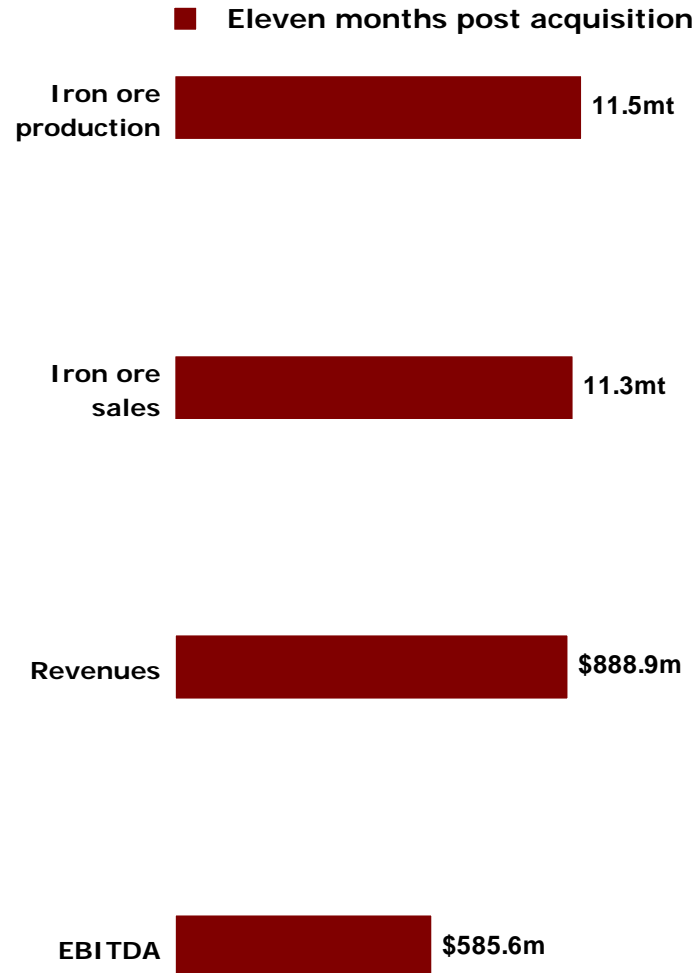


Zinc Expansion Project

- Expanding capacity to 1mtpa, on track to become world's largest integrated Zinc/Lead producer
- Two brownfield smelter projects at Rajpura Dariba
 - Increase production capacities of zinc and lead by 210ktpa and 100ktpa respectively
 - Rampura Agucha: 5mtpa to 6mtpa
 - 160MW CPP
 - Completion of this Phase mid-2010
- Expansion in underground mining capacity
 - Sindesar Khurd: 0.3mtpa to 1.5mtpa
 - Kayar to 0.3mt
 - Progressive commissioning by March 2012
- Total capex \$900 million
- Expanding silver production progressively to 16moz by 2012/13

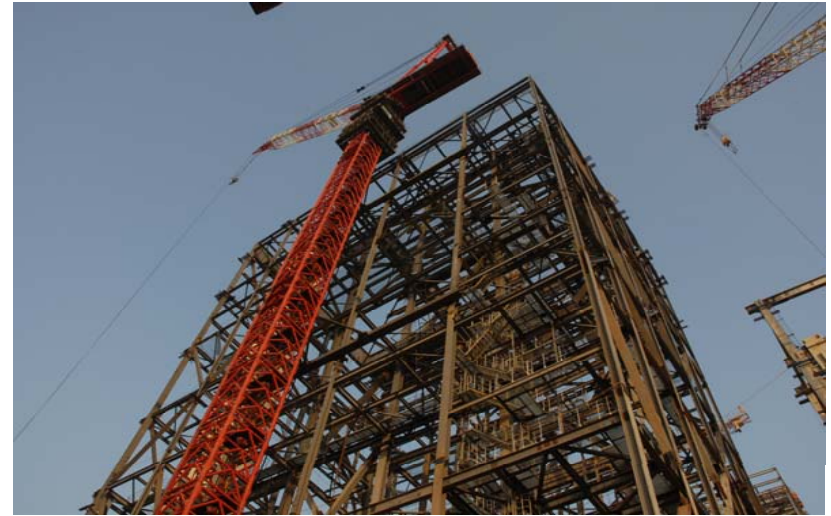
Iron Ore Operations

- Record production
 - FY 2008 : 12.4mt
 - Q4 record sales of 5.0mt
- Successful integration
- Comprehensive improvement programme
- Higher spot sales
- Strong growth in EBITDA



Sterlite Commercial Energy Project

- 2,400MW under construction
 - First unit on track for commissioning in Q3 2009
 - One unit each quarter thereafter
- Coal blocks secured – 320mt
- Plans to scale-up to 10,000MW in five years
 - Captures exceptional opportunity
 - Strong track record of building and operating power plants
 - Integration with our own coal blocks/coal linkages



2009 Outlook

- Strong growth across all metals
 - Zinc: Currently operating at rated capacity of 750ktpa
 - Sesa Goa: Improvement programme likely to yield 25-30% higher volumes
 - KCM: New Nchanga smelter commissioning
 - Aluminium: Jharsuguda complete commissioning of Phase 1

- Improvement in cost performance to continue
 - Volume and productivity gains
 - Efficient technologies in expansion
 - Continuous improvement programme

- Expansion projects on track

Financial Highlights

- Record results
 - Record revenue of \$8.2 billion
 - Record EBITDA of \$3.0 billion
 - Underlying EPS of 303.9USc

- Reduction in INR unit costs of production

- Strong free cash flow of \$2.2 billion

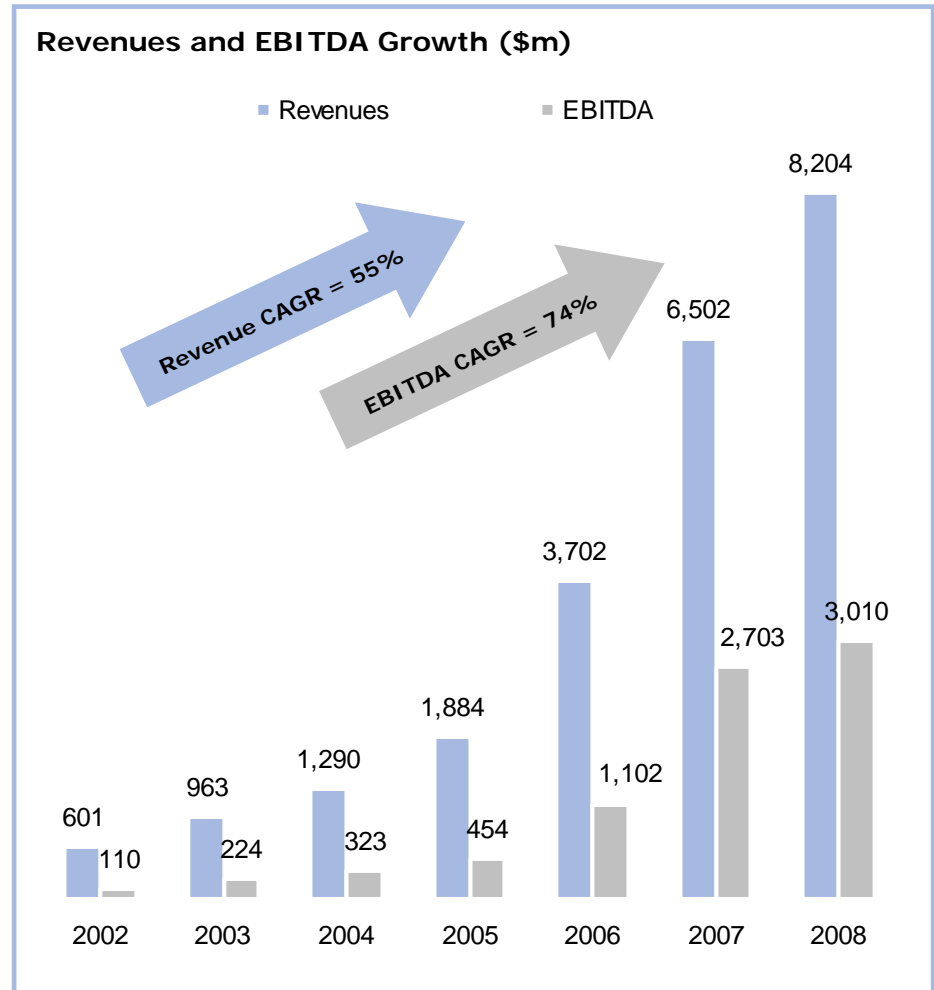
- ROCE of 45.6%

- Sterlite rating upgraded to 'AA+/Stable'

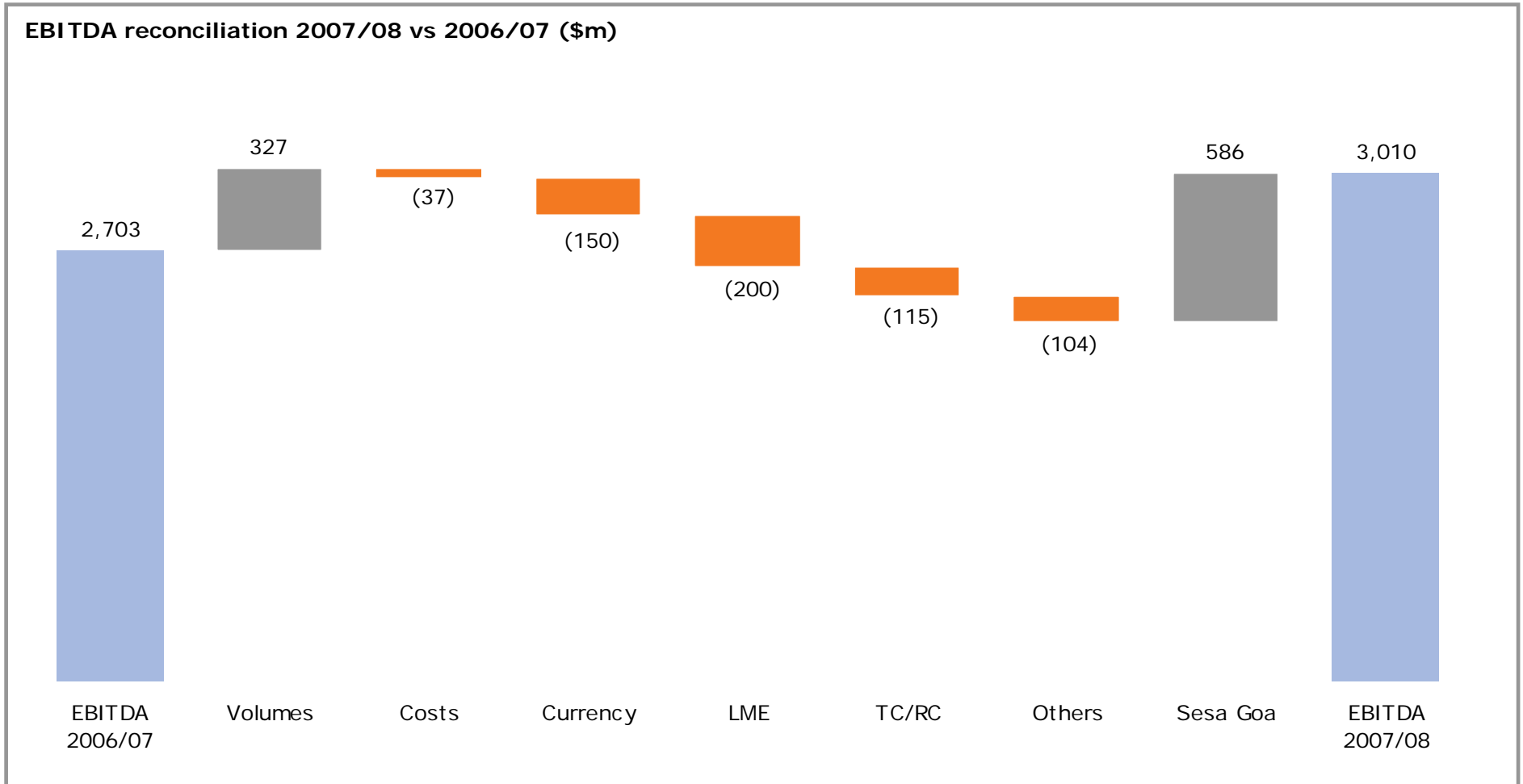
- Sterlite included in 'S&P India 10 Index'

Income Statement

(\$m, except as stated)	2008	2007	% change
Revenues	8,203.7	6,502.2	26.2%
EBITDA	3,010.4	2,703.0	11.4%
<i>EBITDA margin</i>	36.7%	41.6%	
Profit before tax	2,763.2	2,484.4	11.2%
Depreciation and goodwill	429.1	195.4	
Net interest receivable/ (payable)	170.8	(20.2)	
Profit for the period (underlying)	874.8	938.1	(6.7)%
Underlying EPS (USc)	303.9	327.0	
<i>Effective tax rate</i>	27.4%	27.1%	
Minority share of PAT taken by minority interests	56.2%	48.4%	
Dividend per share (USc)	41.5	35.0	



EBITDA Reconciliation



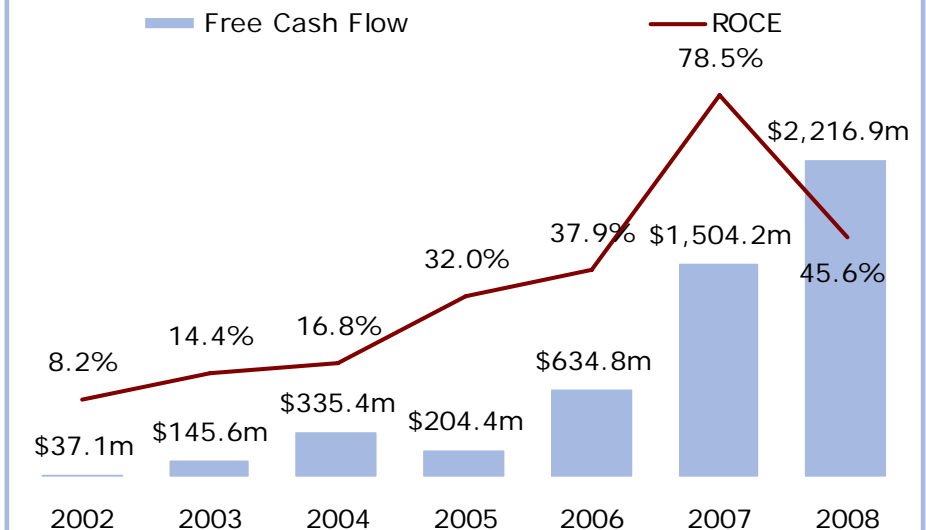
Strong Free Cash Flows and Balance Sheet

(\$m)	2008	2007
EBITDA	3,010.4	2,703.0
Working capital	(53.3)	(542.1)
Sustaining capital expenditure	(256.9)	(194.4)
Net interest received/(paid)	177.5	(28.8)
Taxes paid	(655.2)	(475.6)
Operating exceptional/others	(5.6)	42.1
Free cash flows	2,216.9	1,504.2

Expansion capital expenditure	(1,997.7)	(934.5)
Issue of shares by subsidiary	1,969.4	-
Dividends, including to internal minorities	(157.8)	(126.1)
Acquisitions	(757.7)	(59.5)
Sale of non-core business	83.1	32.1
FX and other	353.8	28.4
Movement in net cash	1,710.0	444.6

Summary balance sheet (\$m)	2008	2007
Property, plant and equipment	8,354.5	3,838.0
Net assets	9,207.7	4,151.4
Net debt/(cash)	(2,142.7)	(432.7)
<i>Gearing</i>	<i>NA</i>	<i>NA</i>
<i>ROCE (excluding CWIP)</i>	<i>45.6%</i>	<i>78.5%</i>

Free Cash Flow and ROCE*: 2002-2008



* ROCE excludes capital work in progress

Capital Expenditure

Phase I expansion projects (\$m)	Budget	Spend to 31 March 2008	Committed, not spent	Status
Alumina				
Lanjigarh refinery	800.0	734.5	32.9	Under trial run
Aluminium				
Korba smelter	550.0	475.9	-	Completed
Korba power plant	350.0	292.7	-	Completed
Copper				
Tuticorin smelter	87.0	87.0	-	Completed
Zinc				
Chanderiya smelter	335.0	267.8	-	Completed
Rampura Agucha mine	90.0	45.1	-	Completed
Total	2,212.0	1,903.0	32.9	
Phase II expansion projects (\$m)	Budget	Spend to 31 March 2008	Committed, not spent	
Aluminium				
Jharsuguda	2,100.0	1,115.9	947.5	Phase I nearing completion
Copper				
Konkola Mine	674.0	279.1	160.8	In progress
Nchanga Smelter	372.0	256.5	85.8	In progress
Zinc				
Chanderiya	300.0	304.9	3.8	Completed
Zinc-Lead debottlenecking	170.0	116.1	30.8	Completed
Wind energy	132.5	136.3	5.3	Partially complete
Commercial energy				
Jharsuguda	1,900.0	365.0	1,124.1	In progress
Total	5,648.5	2,573.8	2,358.1	
Grand total	7,860.5	4,476.8	2,391.0	