

**To The Board of directors of
Sterlite (USA), Inc.**

Report on Financial Statements

We have audited the accompanying financial statements of “**Sterlite (USA), Inc.**” (“the Company”), which comprise the Balance Sheet as at 31st March 2018 , the Statement of Changes in Equity for the year ended, and a summary of significant accounting policies and other explanatory information.

Management’s Responsibility for the Financial Statements

The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these financial statements that give a true and fair view of state of affairs (financial position) and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company’s preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of

expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2018, and the changes in equity for the year ended on that date.

Emphasis of Matter

We draw attention to Note No.2 on the financial statements, regarding the liquidation of the Company at decided by board of directors of the holding Company. Accordingly the financial statements have been prepared other than on going concern basis. Our opinion is not qualified in respect of this matter.

Other Matter:-

The financial statements are prepared to assist Vedanta Limited, holding Company to prepare its consolidated financial statements as per generally accepted accounting principal in India. As a result, the financial statement may not be suitable for another purpose. Our report is intended solely for the company and its holding company and should not be distributed or used by parties other than for the preparation of consolidated financial statement of holding company. We hereby provide consent that a copy may be provided to auditors of holding company.

For **Pathak H.D. & Associates,**

Chartered Accountants

(Registration No. 107783W)

Mukesh Mehta

Partner

Membership No.: 043495

Place: Mumbai

Date: 2nd May 2018

Company Name : Sterlite (USA), Inc.
Balance Sheet as at March 31, 2018

(in USD)

Particulars		Note No.	As at March 31, 2018	As at March 31, 2017
I.	ASSETS			
	Total Assets		-	-
II.	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	1	1.00	1.00
	(b) Other Equity		(1.00)	(1.00)
			-	-
	Total Equity & Liabilities		-	-

Notes to the financial statements

1 to 3

As per our report of even date
For Pathak H.D. & Associates
Chartered Accountants
(Registration No. : 107783W)

For and on behalf of Board of Directors

Mukesh Mehta
Partner
Membership No. 43495
Place : Mumbai
Date: 2nd May, 2018

Tarun Jain

Company Name : Sterlite (USA), Inc.

Statement of Profit and loss for the year ended March 31, 2018

in USD

Particulars		Note No	For the year ended March 31, 2018	For the year ended March 31, 2017
1	Total Revenue	-	-	-
2	Expenses:			
	Total expenses	-	-	-
3	Profit for the year (1-2)	-	-	-

Notes to the financial statements

1 to 3

As per our report of even date
For Pathak H.D. & Associates
Chartered Accountants
(Registration No. : 107783W)

For and on behalf of Board of Directors

Mukesh Mehta
Partner
Membership No. 43495

Tarun Jain

Place : Mumbai
Date: 2nd May, 2018

Company Name : Sterlite (USA), Inc.
Statement of Changes in Equity
For the year Ended March 31, 2018

Particulars	Issued	Retained	Total
	Capital	earnings	Equity
	USD	USD	USD
At 1 April 2016	1	(1)	-
Profit for the year and total comprehensive income	-	-	-
At 31 March 2017	1	(1)	-
At 1 April 2017	1	(1)	-
Profit for the year and total comprehensive income	-	-	-
At 31 March 2018	1	(1)	-

As per our report of even date
For Pathak H.D. & Associates
Chartered Accountants
(Registration No. : 107783W)

For and on behalf of Board of Directors

Mukesh Mehta
Partner
Membership No. 43495
Place : Mumbai
Date: 2nd May 2018

Tarun Jain

Sterlite (USA), Inc.

Notes to the financial statements for the year ended March 31, 2018

1 (a) Company Overview

Sterlite (USA), Inc is a company incorporated under the General Corporation Law of the State of Delaware. The purpose of the Corporation is to engage in any lawful act or activity for which corporations may be organized under the General Corporation Law of the State of Delaware.

(b) Significant accounting policies :

(i) Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India , including the Indian Accounting Standards notified under the relevant provisions of the Companies Act, 2013 as adopted consistently by the Company. The financial statements have been prepared on accrual basis under the historical cost convention.

(ii) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the periods in which the results are known / materialise.

(iii) Provision, Contingent Liabilities And Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the financial statements. Contingent Assets are neither recognised nor disclosed in the financial statements.

- 2** The financial statements are prepared for the purpose of preparing consolidated financial statements of holding company, Vedanta Limited (formerly known as Sesa Sterlite Limited). The parent company, Vedanta Limited, has passed Board Resolution in January 2015 for liquidating Sterlite USA and accordingly the accounts have not been prepared on going concern basis. On 30 November 2015, Reserve Bank of India conveyed their "No objection" for the liquidation of the Company. The liquidation is under process.

Company Name : Sterlite (USA), Inc.
Notes to the financial statements for the year ended March 31, 2018

Note 1 - Share Capital

in USD

Particulars	As at March 31, 2018		As at March 31, 2017	
	Number	USD	Number	USD
Authorised				
Equity Shares of USD 0.01 each	1,000	10.00	1,000	10.00
Issued				
Equity Shares of USD 0.01 each fully paid up	100	1.00	100	1.00
Subscribed & fully Paid up				
Equity Shares of USD 0.01 each fully paid up	100	1.00	100	1.00
Total	100	1.00	100	1.00

1.1 Reconciliation of number of Equity Shares outstanding at the beginning and at the period of the year

Particulars	2017-18		2016-17	
	Number	USD	Number	USD
Shares outstanding at the beginning of the year	100	1.00	100	1.00
Shares outstanding at the end of the year	100	1.00	100	1.00

1.2 100 Equity Shares (Previous year 100) are held by Vedanta Limited (formerly known as Sesa Sterlite Limited), the holding company.

1.3 Disclosure of More than 5% Shareholding

Name of Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vedanta Limited	100	100	100	100

Note 2 Segment Reporting

There is no separate reportable segment hence information as defined in the IND AS 108 "Segment Reporting" is not given.

Note 3 Previous year's figures have been re-grouped, reworked, reclassified and re-arranged where necessary.

As per our report of even date
For Pathak H.D. & Associates
Chartered Accountants
(Registration No. : 107783W)

For and on behalf of Board of Directors

Mukesh Mehta
Partner
Membership No. 43495
Place : Mumbai
Date: 2nd May 2018

Tarun Jain