

**NOTE CONTAINING DETAILS OF THE PLAN FOR TRANSPORTATION OF
MINERALS PROPOSED TO BE RAISED FROM THE MINING LEASE**

M/s Sunflag Iron & Steel Company Limited (SISCO) is a limited company, having its registered office at 33, Mount Road, Sadar Nagpur. It has put up Indian's most modern steel plant, at Warthi, Bhandara, the first integrated steel plant of its kind in the country with a capacity of 0.5 million tonnes of high grade alloy steel per annum, comparable to the best in the world.

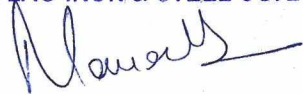
To have the assured supply of raw material i.e. iron ore to their steel plant and also considering commercial aspects, the preferred bidder, entered in to auction process and became the preferred bidder for Loharadongri iron ore block in taluka: Brahmpuri district: Chandrapur, Maharashtra State for an area 35.73ha.

Ore will be crushed by mobile crusher in pit itself. The iron ore fines will be transported to Bhandara Steel plant by using road.

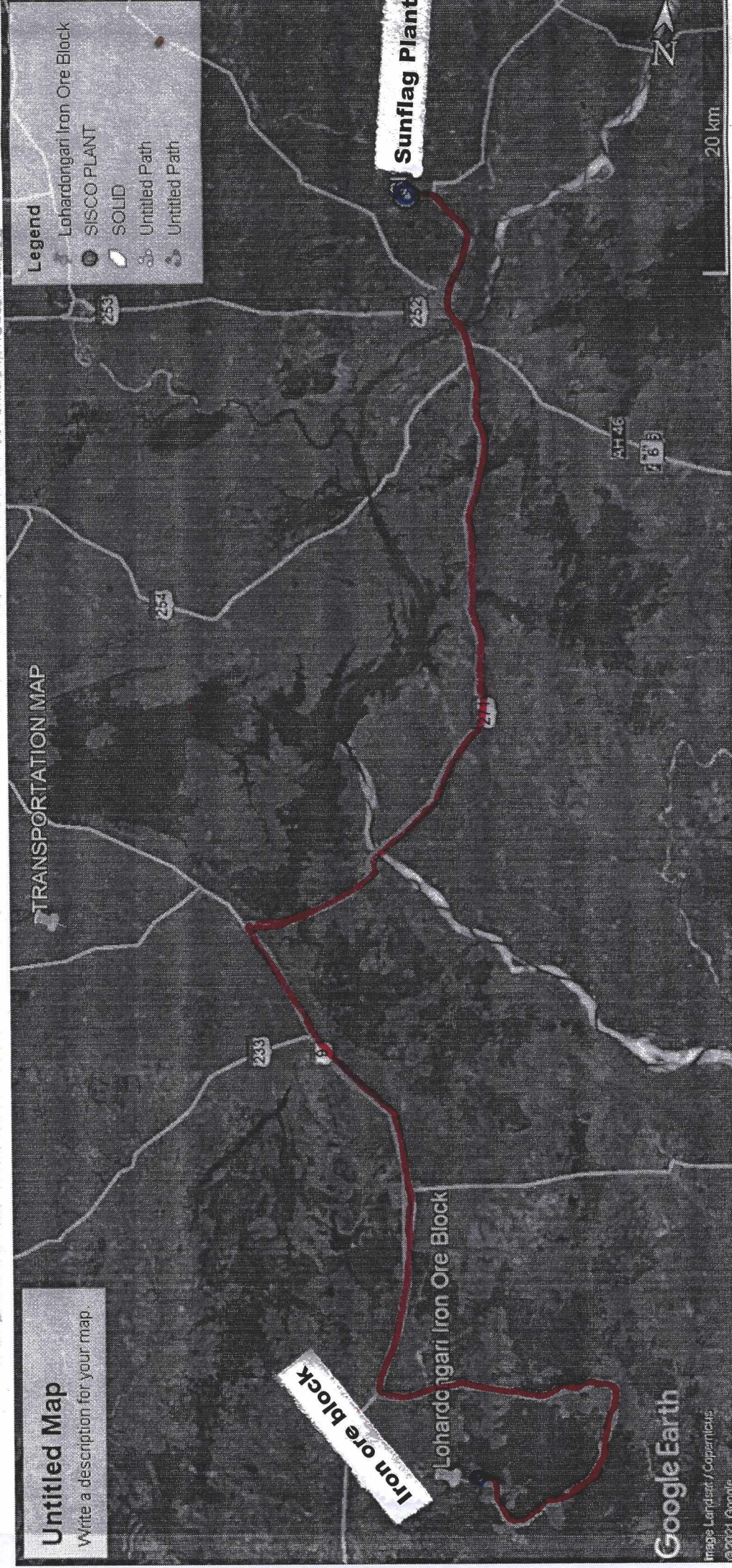
The route of transportation of Iron ore from Mining lease to steel plant Bhandara is given below and also marked in google map:

"Mining lease Area -----Kitale Village-----Talodhi/ Bramhapuri-----Nagbhid-
-----Nilaj Phata -----Pawani-----Bhandara-----Sunflag Plant "

FOR SUNFLAG IRON & STEEL CO. LTD.


Authorised Signatory

PLAN FOR TRANSPORTATION OF MINERALS
PROPOSED TO BE RAISED FROM THE MINING LEASE



FOR SUNFLAG IRON & STEEL CO. LTD.

[Signature]

Authorised Signatory