

**PRESS RELEASE****Q1 FY2011 Revenues at Rs. 290 crore**
Q1 FY2011 Profit after Tax at Rs. 106 crore**Hyderabad, July 16, 2010:**

Nava Bharat Ventures (Nava Bharat) today announced its results for the quarter ended 30th June 2010.

Q1 FY2010 financial review:

Total Income in the First Quarter of the current Financial Year ended 30.06.2010 was at Rs. 289.8 crore. The Power business reported Revenues of Rs. 197.1 crore due to the allocation of power to the captive Ferro Alloys business. Contribution from Ferro Alloys stood at Rs. 86.1 crore. Revenues from the Sugar business stood at Rs. 32.2 crore on account of stable volumes and improved levy realisations. The Interest Cost was stable at Rs. 7.7 crore in Q1 FY2010. The Depreciation was stable at Rs. 10.3 crore in the review period. The Company continues to generate robust cash flows. The PBT in Q1 FY2011 was at Rs. 105.2 crore from Power, in Ferro Alloys, and Sugar. Net Profits in Q1 FY2011 were at Rs. 105.5 crore. The Diluted EPS stood at Rs. 12.77 in Q1 FY2011.

Commenting on Nava Bharat's first quarter results, Mr. D. Ashok, Chairman said: *"This performance by the Company is characteristic of the merchant power model. At the macro level, there is continued demand for power and this is backed up by healthy power realisations. The Power segment remains our key forte and the focus area going forward. Given that the merchant power rates are slated for correction, our focus will now be on volumes through small and medium sized power plants. The Company has geographically diversified its Power portfolio and leveraged up on its local expertise to replicate it in Zambia. The Company expects improved traction from the Zambian project and Indonesia in the current financial year."*



Mr P. Trivikrama Prasad, Managing Director added: *“The Power segment has lived up to its strategic objectives so far. The benefits of presence in merchant power segment are very apparent and encouraging. It has also lent predictability to overall revenues and earnings. The focus of the Company is on enlarging its footprint in the Power sector and has plans to produce 364 MW additionally over the next three years.*

To support its expansion plans in the Power segment, the Company has tied up for coal assets in Indonesia. Domestically as well, work on the 2 X 150 MW power plants is proceeding as per schedule. These plants will use a combination of domestic as well as imported coal for operations. The strong thrust from the Power segment and continued contribution from Ferro Alloys and Sugar segment will aid overall growth and profitability of the Company.

Corporate developments:

1050 MW power project of Navabharat Power to be transferred to Essar Power Ltd

Nava Bharat Ventures Ltd recently announced that a subsidiary of the Company, Nava Bharat Projects Ltd. (NBPL), sold about 52% of its existing shareholding (26% of the equity) in Navabharat Power Pvt. Ltd. (NPPL) to Essar Power Ltd. NPPL is a project Company, developing the 1,050 MW power project in Orissa jointly by the Nava Bharat and Malaxmi Group. NBPL has also entered into an agreement with EPL for sale of its balance shareholding in NPPL at a later date following fulfilment of certain project milestones.

NBPL, upon sale of this 26% of equity in NPPL to EPL, realised Rs 84 Crs and agreed to sell the balance shares to EPL for a consideration of Rs 85 Crs at a later date as above.

-ENDS-



For NAVA BHARAT VENTURES LIMITED

G.R.K. Prasad
Director (Finance & Corporate Affairs)

Q1 FY2011 quantitative data table

Table on Production/Generation and Sales Volumes for quarter-ended period with comparative numbers:

	Q1 FY2011	Q1 FY2010
A. Production / Generation		
Silico Manganese (MT)	15,494	745
Ferro Manganese (MT)	-	-
Ferro Chrome (MT)	6,079	-
Power (MU) (Net)	423.81	393.09
Sugar (MT)	-	-
Molasses (MT)	-	-
Spirit (b.Litres)	-	-
B. Sales		
Silico Manganese (MT)	11,090	11,440
Ferro Manganese (MT)	-	198
Ferro Chrome (MT)	2,540	12,243
Power (MU)		
-Captive Consumption (MU)	90.45	5.31
-Merchant Sale (MU)	334.80	387.78
Sugar (MT)	11,212	10,370
Molasses (MT)	774	2390
Spirit (B. Litres)	226,881	301,351
Co-gen Power (KWH)	-	-



About Nava Bharat Ventures Limited (Nava Bharat)

Nava Bharat Ventures is a power focused company with interests in ferro alloys, sugar and mining. The Company has total installed power generation capacity of 237 MW in AP and Orissa. Nava Bharat is one of the leading ferro alloy producers in India with about 125,000 MT of Manganese and about 75,000 MT of Chrome Alloy capacities. Nava Bharat also undertakes production of sugar and allied products in its 3,500 TCD integrated plant. The Power business has been fuelling the Company's growth and sustained profitability. Additional information on Nava Bharat Ventures Limited is available on the Company website www.nbventures.com

Investor contacts

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Note: This document contains 'forward-looking' statements at places. The Company has operations across several segments of business and remains subject to undetermined contingencies and risks. Nava Bharat Ventures would not be liable for any action undertaken based on such 'forward-looking' statements and does not commit to revising/updating them publicly.



For NAVA BHARAT VENTURES LIMITED

A handwritten signature in black ink, appearing to be "G.R.K. Prasad".

G.R.K. Prasad
Director (Finance & Corporate Affairs)