JSW ENERGY LIMITED

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JSW Energy Limited Initial Public Offering: Price Band fixed between Rs. 100 and Rs. 115 per equity share

- ***Discount of Rs. 5 to the Issue Price for Retail Investors***
- ***Issue opens on December 7 and closes on December 9, 2009***

Mumbai, December 3, 2009: JSW Energy Limited ("JSWEL" or the "Company"), a part of Mr. Sajjan Jindal-led JSW Group, has fixed the price band between Rs. 100 and Rs. 115 per equity share for an initial public offering (IPO) of equity shares of Rs. 10 each for cash at a price to be decided through a 100% book-building process ("Equity Shares") and aggregating up to Rs. 2,700 crore (the "Issue"). The Bid/ Issue opens on December 7, 2009 and closes on December 9, 2009.

A discount of Rs. 5 (five) to the Issue Price determined pursuant to completion of the Book Building Process will be offered to Retail Individual Bidders (the "Retail Discount").

At least 60% of the Issue will be allocated on a proportionate basis to Qualified Institutional Buyers ("QIBs"), out of which 5% (excluding Anchor Investor Portion) shall be available for allocation on a proportionate basis to Mutual Funds only. The remainder shall be available for allocation on a proportionate basis to all QIBs, including Mutual Funds, subject to valid Bids being received from them at or above the Issue Price. If at least 60% of the Issue cannot be allocated to QIBs, then the entire application money will be refunded forthwith. Further, not less than 10% of the Issue will be available for allocation on a proportionate basis to Non-Institutional Bidders and not less than 30% of the Issue will be available for allocation on a proportionate basis to Retail Individual Bidders, subject to valid Bids being received at or above the Issue Price.

Incorporated in 1994, JSW Energy Ltd. is a part of the JSW Group, headed by Mr. Sajjan Jindal, which is in turn a part of the O.P. Jindal Group. Its goal is to become a leading full-service integrated power company in the Indian power sector with presence across the value chain.

The Equity Shares offered through the Red Herring Prospectus ("RHP") are proposed to be listed on Bombay Stock Exchange Limited ("BSE") and National Stock Exchange of India Limited ("NSE").

The Book Running Lead Managers ("BRLMs") to the Issue are JM Financial Consultants Private Limited, Kotak Mahindra Capital Company Limited, ICICI Securities Limited, IDFC-SSKI Limited, J. P. Morgan India Private Limited, SBI Capital Markets Limited, Morgan Stanley India Company Private Limited and IDBI Capital Market Services Limited.

Note:
JSW Energy Limited is proposing, subject to market conditions and other considerations, a public issue of its equity shares and has filed its Red Herring Prospectus ("RHP") with the Registrar of Companies ("ROC"), Maharashtra at Mumbai. The RHP is available on the website of SEBI at www.sebi.gov.in and on the websites of the respective BRLMs at www.jmfinancial.in, www.kotak.com, www.icicisecurities.com, www.idfcsski.co.in, www.jpmipl.com, www.sbicaps.com, www.morganstanley.com/indiaofferdocuments and www.idbicapital.com.

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The Equity Shares of the Company have not been and will not be registered under the U.S. Securities Act 1933, as amended ("U.S. Securities Act"), or any state securities laws in the United States and may not be offered or sold in the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act. This announcement has been prepared for publication in India and may not be released in the United States. This announcement does not constitute an offer for sale of securities in any jurisdiction, including the United States. The issuer does not intend to register any portion of the offering in the United States or to conduct a public offering of securities in the United States.

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