



15 March 2007

The Manager
Australian Stock Exchange Limited
Level 4
20 Bridge Street
Sydney, NSW 2000

Dear Sir

MARKET UPDATE

Nifty Sulphide Project

Aditya Birla Minerals Limited (ABML) is pleased to advise that the construction of the underground crusher & conveyor project along with trial runs has now been completed and is in the process of being commissioned.

The completion of the project was delayed due to issues relating to the construction contractors' performance.

Management estimates the production for FY ending March 07 to be in the range of 58,000 to 60,000 mts due to the delays in the construction of the crusher & conveyor system, and more recently, due to the heavy rains associated with the tropical cyclones in the region. Consequently, Management estimates the financial result for the financial year to be in the range of break even to marginal loss.

Concentrate Sale Agreement

ABML is also pleased to advise that it has reached agreement with Hindalco Industries Ltd on the following main terms for concentrate sales with no price participation for the financial year beginning April 2007:

- a. Treatment Charges : U\$60 DMT
- b. Refining Charges : U\$0.06 / lbs of payable copper

Yours faithfully

Peter Torre
Company Secretary

Aditya Birla Minerals Limited

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