

Essar Shipping Limited
 Essar House
 11 K. K. Marg
 Mahalaxmi
 Mumbai 400 034
 India

T +91 22 6660 1100 / 4001 1100
 F +91 22 2354 4312
 www.essar.com

Essar Shipping Limited

Corporate Governance Report for the Quarter Ended June 30, 2012

| Sr. No. | Particulars | Clause of Listing Agreement | Compliance Status (Yes / No / N.A.) | Remarks |
|------------|---|-----------------------------|-------------------------------------|---------|
| I | Board of Directors | 49I | Yes | |
| (A) | Composition of Board | 49 (IA) | Yes | |
| (B) | Non-executive Directors' Compensation & Disclosures | 49 (IB) | Yes | |
| (C) | Other Provisions as to Board and Committees | 49 (IC) | Yes | |
| (D) | Code of Conduct | 49 (ID) | Yes | |
| II | Audit Committee | 49 (II) | Yes | |
| (A) | Qualified & Independent Audit Committee | 49 (IIA) | Yes | |
| (B) | Meeting of Audit Committee | 49 (IIB) | Yes | |
| (C) | Powers of Audit Committee | 49 (IIC) | Yes | |
| (D) | Role of Audit Committee | 49 (IID) | Yes | |
| (E) | Review of Information by Audit Committee | 49 (IIE) | Yes | |
| III | Subsidiary Companies | 49(III) | Yes | |
| IV | Disclosures | 49 (IV) | Yes | |
| (A) | Basis of Related Party Transactions | 49 (IV A) | Yes | |
| (B) | Disclosures of Accounting Treatment | 49 (IV B) | Yes | |
| (C) | Board Disclosures | 49 (IV C) | Yes | |
| (D) | Proceeds from Public Issues, Rights Issues, Preferential Issues, etc. | 49 (IV D) | N.A. | |
| (E) | Remuneration of Directors | 49 (IV E) | Yes | |
| (F) | Management | 49 (IV F) | Yes | |
| (G) | Shareholders | 49 (IV G) | Yes | |
| V | CEO / CFO Certification | 49 (V) | Yes | |
| VI | Report on Corporate Governance | 49 (VI) | Yes | |
| VII | Compliance | 49 (VII) | Yes | |

For Essar Shipping Limited


 Vinayak Joshi
 Company Secretary
 July 10, 2012

