

December 15, 2005

Vedanta

Exhibit 21

Vedanta Financial Summary

Vedanta: Key Assumptions

Year End March	2004	2005	2006e	2007e	2008e
Copper (Sterlite) kt	179	172	274	300	300
Copper (KCM) kt	0	68	181	220	250
Aluminium kt	129	136	192	290	390
Alumina (external sales) kt	0	0	0	88	670
Zinc kt	221	212	290	385	395
Copper tariff	26%	16%	10%	8%	8%
Aluminium tariff	18%	15%	10%	8%	8%
Zinc tariff	26%	16%	10%	8%	8%
TC/RC, Cu US\$/lb	0.09	0.09	0.20	0.24	0.21
Copper LME US\$/lb	0.93	1.36	1.77	1.66	1.46
Aluminium LME US\$/lb	0.68	0.80	0.86	0.88	0.82
Zinc LME US\$/lb	0.41	0.50	0.67	0.88	0.87
INR/USD	45.9	45.4	46.3	46.0	46.0

Vedanta: Income Statement

Year End March (US\$M)	2004	2005	2006e	2007e	2008e
Revenues	1290	1884	3395	4263	4447
Change (%)	34	46	80	26	4
Cost of Goods Sold	(967)	(1,430)	(2,431)	(2,792)	(2,812)
EBITDA	323	454	964	1,471	1,635
Depreciation	72	104	137	159	171
EBIT	250	350	827	1,312	1,464
Net Interest	(1)	7	(62)	(62)	(24)
Pre Tax Profit	233	386	765	1,250	1,440
Tax	(76)	(87)	(151)	(279)	(350)
Minorities	(91)	(120)	(273)	(430)	(489)
Clean Net Income	93	140	341	541	601
ModelWare EPS	0.32	0.49	1.19	1.89	2.10
EPS growth (%)	60	51	143	58	11

Sum-of-the-Parts Valuation	2006			
	Vedanta share	US\$M	US\$/sh	£/sh
Aluminium	50%	584	2.04	1.16
Zinc	53%	1,779	6.21	3.54
Copper (India)	82%	963	3.36	1.91
Copper (Zambia)	51%	1,321	4.61	2.63
Alumina	95%	712	2.49	1.42
Net (Debt)/Cash	56%	-173	-0.61	-0.34
DCF value		5,185	18.10	10.31

Summary Valuation Measures

Year End March (US\$M)	2004	2005	2006e	2007e	2008e
Net Profit After Tax	93	140	341	541	601
Av shares in issue (mn)	286.0	286.4	286.7	286.7	286.7
ModelWare EPS (US\$)	0.32	0.49	1.19	1.89	2.10
ModelWare EPS (£)	0.18	0.28	0.68	1.07	1.19
ModelWare EPS Growth YoY (%)	NM	51	143	58	11
P/E	42.3	28.0	11.5	7.3	6.5
EV (US\$ mn)	3505	4052	4415	4051	3171
EV/Attributable EBITDA	22.8	16.3	8.3	4.9	3.5
DPS (US\$)	0.06	0.11	0.12	0.12	0.13
Payout ratio (%)	17	23	10	6	6
Div Yield (%)	0.4	0.8	0.8	0.9	0.9
ROE	17.0	13.4	27.0	32.4	27.2
ROIC	10.6	11.5	18.2	24.4	21.5
Price/Book Value	4.0	3.5	2.8	2.0	1.6
Interest Cover (EBIT/net interest)	201.5	(47.3)	13.4	21.3	60.1
Net Debt/Net Debt+Equity+MI (%)	(41)	7	17	4	(21)
Net cash/(debt)	416	(131)	(494)	(129)	750
Tax rate (%)	32.6	22.5	19.7	22.3	24.3
Free cashflow yield (%)	2.1	(7.5)	(8.4)	10.2	23.4
EV/Invested Capital	2.72	2.05	1.55	1.12	0.72

NM = Not meaningful

Vedanta

Price £ plc	7.79
USD/GBP	1.76
# shares	286.7
Mkt Cap £	2,233
Mkt Cap US\$	3,921
Enterprise Value US\$	4,415

Vedanta: Balance Sheet

Year End March (US\$M)	2004	2005	2006e	2007e	2008e
Tangible Assets	1268	2289	3054	3550	3762
Intangible Assets (Goodwill)	4	12	12	12	12
Investments	39	63	63	63	63
Stocks	200	338	579	665	670
Debtors	246	340	837	1051	1096
Cash and Short-Term Deposits	1,241	1,433	1,433	1,433	1,433
Total Assets	2998	4473	5978	6774	7035
Short Term Creditors	587	675	1,232	1,415	1,425
Long term Creditors	825	1,563	1,926	1,562	682
Provisions	163	429	439	488	574
Minority Interest	437	696	961	1,384	1,865
Share Capital	47	50	50	50	50
Reserves	13	44	44	44	44
P&L account	926	1,017	1,325	1,831	2,395
Liabilities & Equity	2998	4473	5977	6773	7035

Vedanta: Cashflow Statement

Year End March (US\$M)	2004	2005	2006e	2007e	2008e
EBITDA	323	454	964	1,471	1,635
Change in Working Capital	163	(158)	(181)	(117)	(40)
Capital Expenditure	(354)	(521)	(902)	(655)	(382)
Other	24	7	0	0	0
Operating Cash Flow	156	-218	-120	699	1213
Dividend paid to minorities	(9)	(8)	(8)	(8)	(8)
Interest	(7)	(3)	(62)	(62)	(24)
Tax	(58)	(66)	(141)	(230)	(265)
Free Cash Flow	82	(295)	(330)	399	916
Equity Dividends Paid	0	(16)	(33)	(35)	(37)
Acquisitions/Disposals	(81)	4	0	0	0
Repayment of non-equity minorities	0	0	0	0	0
Net cash inflow	1	(306)	(363)	364	879
Management of liquid resources	-1065	-193	0	0	0
New loans/(repayments)	236	510	363	(364)	(879)
Share Issue	825	2	0	0	0
Opening net cash/(debt)	(335)	416	(131)	(494)	(129)
Closing net cash/(debt)	416	(131)	(494)	(129)	750

Divisional EBITDA

Copper (Sterlite)	94	85	210	222	190
Copper (KCM)	0	76	270	292	252
Aluminium	54	76	99	165	267
Alumina	0	0	0	67	176
Zinc	179	219	379	717	744
Other	(4)	(2)	6	6	6
EBITDA	323	454	964	1471	1635

Sensitivities

	2007e EPS impact (%)
5% movement in INR/USD	1
10% movement in aluminium price	5
10% movement in copper price	9
10% movement in zinc price	6

Source: Company data 92004, 2005), Morgan Stanley Research estimates