

To
The Board of Directors of

**Jindal Saw Italia SpA, and
Jindal Saw Ltd**

April 26, 2012

Ria & Partners S.p.A.
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Audit Report prepared for Consolidation Purposes

We have audited the financial information prepared for consolidation purposes of Jindal Saw Italia Spa (“the Company”), on pages 1 to 7 of the accompanying financial reporting package. Except as explained in the following paragraph, we conducted our audit in accordance with International Standards on Auditing.

We applied such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances based on materiality planned during our audit procedures.

The Company’s financial figures have been prepared for the sole purpose of preparing the consolidated financial statements of Jindal Saw Ltd, and they do not include the footnote disclosures required by Italian Civil Code and accounting principles generally accepted.

In our opinion, except for the omission of the footnote disclosures, as discussed above, the financial information of Jindal Saw Italia Spa, based on Italian Gaap and prepared for consolidation purposes as of and for the year ended December 31, 2011 has been prepared in conformity with the Italian Generally Accepted Accounting Principles.

By way of emphasis of matter we highlight the following:

The result for the period ending December 31, 2011 shows a loss of Euro 2.299.287. As a result of such loss the share capital of Jindal Saw Italia Spa will be reduced by more than one third at the end of 2011 financial period and so will trigger the provisions of the Article 2446 of the Italian Civil Code. In consideration of the above the Shareholder confirmed the intention and the commitment to continue providing the Company with adequate financial support in order to allow it to continue as a going concern for the same term of the Business Lease Agreement (August 2016).

This report is intended solely for use by the Board of Jindal Saw Italia Spa or by the Jindal Saw Ltd in connection with the Jindal Saw Ltd’s consolidated financial statements as of and for the year ended December 31, 2011 and should not be used for any other purpose.

Yours faithfully,



Ria & Partners S.p.A.

Giancarlo Pizzocaro
Partner

Società di revisione ed organizzazione contabile

Sede Legale: Corso Sempione n.30 - 20154 Milano - Iscrizione al registro delle imprese di Milano Codice Fiscale e P.IVA n.09490520153 - R.E.A. 1298778 - Albo Speciale CONSOB

Capitale Sociale: interamente versato € 1.000.000

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