

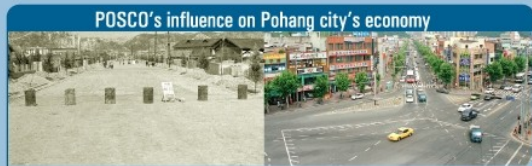
### Economic Impact

POSCO-India's mega steel project will initiate unprecedented economic benefits and also fuel a chain reaction in the economy through employment, value addition, tax benefits and gross output.

- ▶ 18,000 direct employment (97% Indian workforce)
- ▶ 852,000 person-year indirect employment in agro & forest, mining, manufacturing, trade, and other service sectors
- ▶ 11.5% growth contribution to the Gross Domestic Produce of Orissa by 2016 - 2017
- ▶ Tax Revenue: Rs. 77,870 Crores to GoD and Rs. 97,100 crores to GoI in next 35 years



### POSCO in Korea



	1988 POSCO Foundation	2005	Remarks
Population	72,000	514,000	7 times
Budget	Rs. 1.8 Crore	Rs. 2227 Crore	1,141 times (POSCO 20%)
Export	Rs. 417 Crore	Rs. 22272 Crore	53 times

**POSCO will replicate the same success story in India**

Orissa will be transformed into a major steel hub.  
Economy will witness rapid growth bringing in development and prosperity.

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*...on the move*

**posco-India**  
Proposed Mega Integrated Steelworks  
Jagatsinghpur, Orissa, India



## posco-India

POSCO-India Private Limited is a subsidiary of POSCO, the world's third largest steel producer and one of the most competitive steel companies (World Steel Dynamics 2006). POSCO has contributed immensely to the rapid socioeconomic development of South Korea. It started out 38 years ago with empty fields and rural fishing villages, to create today's phenomenal steelworks.

POSCO operates two of the world's premier steelworks at Pohang and Gwangyang, having a combined production capacity of 31 MTPA.

POSCO signed MoU with the Govt. of Orissa in June 2005, to set up a 12 MTPA capacity green field plant in Orissa with an estimated investment of USD 12 billion (Rs. 52,000 Cr).



### POSCO-India Project



#### Investment Objective

The objective of the POSCO-India project is to build one of the world's most competitive steelworks with advanced technology and stable iron ore supply from captive mines, together with the economic development of Orissa.

Total estimated investment of USD 12 Billion (Rs. 52,000 Cr) in three phases for the integrated steelworks, iron ore development and infrastructure development.

The vision of the POSCO-India is to contribute significantly to India's rapid economic development and further accelerate the progress being made by India towards achieving the status of an economic superpower.

#### Location

- Ersama block in Jagatsinghpur district of Orissa (10 Km south of Paradip Port)

#### Integrated Steelworks

- Capacity: 12 MTPA (1st Phase: 4 MTPA)
- Construction: 2007 ~ 2016 (1st Phase: Apr '07 ~ Dec '10)

#### Infrastructure Development

- Captive Port
- Captive Power Plant
- Railways
- Roads

#### Mine Development

- Mining lease for 600 MT for 30 years
- In Keonjhar & Sundergarh

#### Total Investment

- Rs. 52,000 Cr (1st Phase: Rs. 16,650 Cr)

## ...on the move

### Milestones

#### 2005

- Jun: MoU signing between POSCO and the GoO
- Aug: POSCO-India Pvt. Ltd incorporation
- Sep: Submission of prospective license application
- Nov: GoO approval for land acquisition

#### 2006

- Jan: GoI grants rail transport clearance
- Jun: 1,135 acres of Government land sanctioned by GoO
- Aug: GoO recommendation for CRZ and EIA clearance
- Sep: GoI approval in principle for SEZ
- Oct: MoU for railway SPV from Haridaspur-Paradip



### Rehabilitation and Resettlement



POSCO-India will provide fair and adequate compensation and adhere to Orissa R&R Policy 2006

- Minimize displacement (about 450 families)
- Fairness in evaluation
- Fair & fast compensation
- Transparent process
- Thorough follow up

#### POSCO-India Guarantees

- One employment per displaced family and family losing all agricultural land
- Vocational training for displaced and affected families

### Community First

- Free cleft-lip and palate surgery camp
- Free ambulance service
- POSCO TJ Park Foundation scholarships and grants to students
- High-mast light
- Flood aid
- Plan for training centre at Sandhakuda, Paradip

