

PRESS RELEASE
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Jindal Poly Films Limited (the “**Company**”), a part of the Rs. 15,000 million B.C. Jindal Group, manufactures flexible packaging films namely BOPET films (polyester films), BOPP films (polypropylene films) and metallised films. It also manufactures and sells POY and makes polyester chips for captive consumption. The films are used in labels, adhesive tapes, food packaging, consumer products and textile products.

Jindal Poly Films is launching its follow-on public issue aggregating upto Rs.3,000 million through the book building route to fund its expansion plans, details of which are set out in the red herring prospectus dated May 25, 2005 filed by the Company with the RoC (the “**Red Herring Prospectus**”). The issue opens on June 9, 2005 and closes on June 15, 2005. The price band for the Issue shall be decided by the Company, in consultation with the BRLMs atleast one day prior to the issue opening date and shall be advertised in Business Standard (all editions), Jansatta and Amar Ujala (Kanpur Edition). Bid cum Application Forms shall be available from the Company, BRLMs, the Syndicate Members and the Sub-Syndicate Members.

Jindal Poly Films acquired Rexor S.A.S, a French company, in November 2003 to gain access to a broad range of advanced metallised and coated film production technologies, which can be used in Jindal Poly Films’ cost-efficient production facilities in India. Additionally, the acquisition has strengthened the Company’s European distribution network.

DEG – Deutsche Investitions-und Entwicklungsgesellschaft, one of Europe’s largest development finance institutions, has recently invested in the Company and currently holds approximately 9.5% of the equity share capital.

In fiscal 2004, the Company had unconsolidated net sales of Rs. 5,422 million and unconsolidated net profit before taxes of Rs. 801 million.

The Company’s focus is on being an integrated packaging films solution company. It is competitively positioned and offers a full range of thin and thick BOPET film and BOPP film products required by large flexible packaging converters (who buy and process the Company’s products for distribution to end-users).

From being a producer of only polyester yarn in 1985, the company diversified into BOPET film production in 1996. In 2003, the company commenced production of BOPP films and metallised films and now plans to commence production of coated films, at its plant at Nasik by July 2005. The capabilities to produce value added products have been strengthened by the acquisition of Rexor which produces metallised and coated films for applications such as

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tear tapes, hot stamping foils, security threads and other high-value products for specialized technical applications.

The Company's plant at Nasik, Maharashtra is the largest single location plant in India for the manufacture of flexible packaging films and, it believes, amongst the largest in the world. Following the installation of the new BOPET film line in March 2005, the Company is stated to have the fifth largest BOPET film manufacturing capacity in the world.

Jindal Poly uses the latest state-of-the-art wide-width BOPET film and BOPP film manufacturing lines. Its 8.2 mtr wide 5-layer BOPP film line, installed in February 2005, is capable of producing speciality films which command higher margins.

Jindal Poly Films is one of India's largest exporters of BOPET films with exports of more than Rs. 1,800 million during the nine month period ended December 31, 2004. The Company accounted for a majority of the total BOPET film exports from India to the EU during such period. The Company is currently not subject to anti-dumping duties on BOPET film exports to the EU.

Jindal Poly Films is currently undertaking further expansion of its BOPET and BOPP film production capacities and are installing additional coating and metallising lines for producing high value added products. It expects the first phase of the expansion plans to be completed by December 2005, with additional expansion planned in 2006.

Location	BOPET Film	BOPP Film	Metalliser Plant	Polyester Chips	POY	Coating Plant
Gulaothi, U.P.	-	-	-	27,375	54,000	-
Nasik, Maharashtra	36,000	13,000	5,000	43,800	-	-
Expansions at Nasik in 2004-March 2005	50,000	32,000	7,000	50,000	-	-
Total Existing Capacity	86,000	45,000	12,000	121,175	54,000	-
Expansions to be completed in April -December 2005	-	-	14,000	-	-	9,000
Total Expected Capacity in December 2005	86,000	45,000	26,000	121,175	54,000	9,000
Proposed expansions to be completed by September 2006	25,000	45,000	14,000	50,000	-	9,000
Total Expected Capacity in September 2006	111,000	90,000	40,000	171,175	54,000	18,000

Please note that the above information about the Company is necessarily incomplete in nature and for relevant details and for risk factors relating to the operations of the Company please see the Red Herring Prospectus dated May 25, 2005, filed by the Company with the RoC.

This press release is not an offer to sell securities of Jindal Poly Films Limited to potential investors in India or in any other jurisdiction, including the United States. Potential investors are advised to read the detailed terms and conditions of the Red Herring Prospectus.