

11th October, 2012

For immediate release

Suzlon Group: October FCCBs update

Pune / Mumbai: Suzlon Group, the world's fifth* largest wind turbine maker, today announced the result of its proposal to bondholders seeking a four-month extension of the maturity dates of the two series of Foreign Convertible Currency Bonds (FCCBs) due in October 2012.

Mr Kirti Vagadia, Chief Financial Officer – Suzlon Group, said: "I regret to announce today that the bondholders' meetings did not achieve the consensus we were hoping for and the four-month extension sought by us has not been granted.

"We firmly believe that the interests of all our stakeholders are best served by driving business performance, and therefore our primary focus is to capitalize on our strong business fundamentals, maintaining order momentum, and delivering on Project Transformation** to create a leaner, more efficient and agile global organization.

"We continue to enjoy the support and confidence of our secured lenders for our business objectives. We believe our ongoing engagement with them and our bondholders continues to be both constructive and progressive, and geared towards addressing our liabilities and our overall capital structure in a holistic manner. We expect that an acceptable solution for all stakeholders will be arrived at the earliest possible.

"Suzlon Group appreciates the loyalty of its customers, the support of its suppliers and the dedication of its employees through this process. In addition, with an order book in excess of US\$7.2 billion, we believe the business can – and will – stabilize and the Group's senior management is committed to restoring the company to a position of strength".

Notes to editors:

Suzlon Energy Limited issued US\$ 200 mn Zero Coupon Convertible Bonds due October 2012 and US\$ 20.8 mn 7.5 per cent Convertible Bonds due October 2012.

Suzlon, on 18th September 2012, requested bondholders for a four month extension of October FCCBs to allow it to close various financing measures and meet its redemption obligations in complete alignment with all stakeholders.

** Suzlon Group in August 2012 announced a new initiative – Project Transformation – to reduce its annual operating expenditure and manpower costs by 20 per cent by the end of the fiscal year 2013.



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About Suzlon Group:

The Suzlon Group is ranked as the world's fifth largest* wind turbine supplier, in terms of cumulative installed capacity, at the end of 2011. The company's global spread extends across Asia, Australia, Europe, Africa and North and South America approaching 20,000 MW of wind energy capacity installed in 30 countries, operations across 33 countries and a workforce of over 13,000. The Group offers one of the most comprehensive product portfolios – ranging from sub-megawatt on-shore turbines at 600 Kilowatts (KW), to the world's largest commercially-available offshore turbine at 6.15 MW – with a vertically integrated, low-cost, manufacturing base. The Group – headquartered at Suzlon One Earth in Pune, India – comprises Suzlon Energy Limited and its subsidiaries, including REpower Systems SE. Visit us at www.suzlon.com

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