



**RURAL ELECTRIFICATION CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE)**

Registered Office : Core-IV, Scope Complex, 7 Lodi Road, New Delhi-110003
Tel: 24313978 FAX: 41757035 E-Mail: reccorp@recl.nic.in
Website: www.recindia.nic.in & www.recindia.com

NO: REC/Fin./ECB-II/
To

15.01.2009

Sub:- Rate for raising unsecured ECB in JPY/USD equivalent to USD 250 million + Green Shoe.

RECL has International rating equivalent to Sovereign Rating from Moody's & Fitch and AAA (triple A) rating for domestic borrowing programme for the financial year 2008-09 from CRISIL, CARE, ICRA & FITCH.

RECL has been granted "In- Principal" approval for raising ECB equivalent to USD 500 million and we propose to raise ECB equivalent to USD 250 million plus Green Shoe to retain collection up to US\$500 million immediately. It will be highly appreciable in case your bank quotes a rate for raising ECB as per the description given as under: -

a.	Amount	Equivalent to USD 250 million plus Green Shoe to retain up to US\$ 500 million
b.	Currency	USD/JPY/Euro
c.	Tenor	5 years
d.	Payment	Bullet
e.	Interest payment	Semi-annual
f.	Withholding tax	As applicable
g.	Validity of the offer	30 days
h.	Last date of submission	06.02.2009
i.	Draw down	Within 31 st March, 2009

You are requested to quote all-inclusive rates with break up of interest margin, underwriting fee, legal fee, agency fee, and applicable tax for raising ECB. Format for quoting the rate is annexed as Annexure 'A'.

The bankers are allowed to form syndicate subject to at least minimum underwritten commitment for US\$50 million each. Bankers will have first right of refusal in case of hedging currency and interest risk for the amount committed by them at a Market rate. Market rate for Hedging will be arrived at by competitive bidding process.

REC has the right to reject any or all other offers without assigning any reason thereof. The offer should reach RECL office under a closed cover only, latest by 15.30 hours on 6th February 2009. In case of any enquiry in this regard undersigned may be contacted through phone/email indicated below

Yours sincerely

Sd/-

(Vijay Kumar)

Chief Manager (F&A)

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Offer for raising ECB equivalent to US\$ 250 million + Green Shoe.

1.	Name of bank giving quote	
2.	Currency	USD/JPY/EURO **
3,	Tenor	5 year
3.	All-in cost	
	Breakup of each cost component as a %age should be indicated	
4.	Applicable withholding tax	
	Total cost to RECL	

** The choice of currency will be at REC's discretion