

No.REC/Fin./Banking//2009-10/
 The Chief Manager
 State Bank of Bikaner & Jaipur
 16, Community Centre
 PVR Complex, Saket
 New Delhi-110017

Dated: 10.05.2010

Sub: Short Term Loan – regarding.

Sir,

Rural Electrification Corporation Ltd. (RECL) is a Government of India Enterprise having been conferred Nav-Ratna status. The Corporation is engaged in financing rural electrification, generation and distribution projects all over the country to State Electricity Boards, State Power utilities and other eligible entities. Corporation intends to avail clean Term Loan to the extent of Rs.1000 crore from the banks for meeting its ongoing requirements.

The proposed borrowing programme of the Corporation for F.Y.2010-11 is Rs.23000 crore for long term loan and Rs.5000 crore for short term loan. REC's borrowing programme has a rating of 'AAA/Stable & P1+' by CRISIL, CARE AAA & PR1+ by CARE, "LAAA" & A1+ by ICRA, 'AAA(Ind)' & F1+ by Fitch.

We invite your proposal for clean Term Loan for a period of 3 years, 4 years and 5 years.

Amount	Rate of Intt. Fixed	Rate of Intt, floating	Period	Security	Processing fee & other charge	Pre-payment	Repayment
Rs.100 cr. and above	To be Quoted	To be Quoted	3 years	Clean	Nil	Without penalty	Bullet
Rs.100 cr. and above	To be Quoted	To be Quoted	4 years	Clean	Nil	Without penalty	Bullet
Rs.100 cr. and above	To be Quoted	To be Quoted	5 years	Clean	Nil	Without penalty	50% 4 th yr & 50% 5 th yr

Your proposal in this regard for clean Term Loan indicating interest rates and other terms and conditions should reach the undersigned at the earliest but not later than **24th May, 2010**.

The audited financial results for the year 2008-09 and for the first two quarters of the current financial year are available on the web-site "www.recindia.nic.in".

For any information in this regard you may please contact Shri Rajiv Agarwal, A.M.(Fin.) 011-43091574 or the undersigned.

Yours faithfully,

Sd/-
 (Vijay Kumar)
 Dy. G.M.(Finance)
 011-43091558
 Tele- Fax No.24313978
 Fax No.24365998