



RURAL ELECTRIFICATION CORPORATION LIMITED (A Government of India Enterprise)

Registered Office: Core – 4, SCOPE Complex, 7, Lodi Road, New Delhi – 110 003.
Tel.: 24365161 Fax: 011-24360644 E-Mail: reccorp@recl.nic.in Gram: RECTRIC
Website: www.recindia.com & www.recindia.nic.in

No. REC/Finance/Banking/2008-09

Dated: 28.07.2008

All the Banks.

Sub: Short Term Loan – regarding.

Sir,

Rural Electrification Corporation Ltd. (RECL) is a Government of India Enterprise which has 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 Term Loan to the extent of Rs. 500 crore from the banks for meeting its ongoing requirements.

The borrowing programme of the Corporation for Rs. 130 billion for long term loan and Rs. 30 billion for short term loan during the year 2008-09 has been assigned highest rating of 'AAA/Stable & P1+' by CRISIL, CARE AAA & PR1+ by CARE, "LAAA" & A1+ by ICRA, 'AAA(Ind)' & f1+ by Fitch for meeting its requirements during the financial year 2008-09. We invite your proposal for Short Term Loan for a period of 1 / 3 year :

Amount	Rate of Interest payment terms.	Period	Security	Processing & Other charges	Pre- payment
Rs.100 cr and above	(TO BE QUOTED)	1 year 3 years	Secured / Unsecured	Nil	Without Penalty

Your proposal in this regard for Short Term Loan indicating interest rates and other terms and conditions should reach the undersigned latest by 4th Aug, 2008 with rates valid upto 8th Aug 2008 or extended period as deemed fit by the bank.

The audited financial results for the year 2007-08 and for earlier years are available on the website www.recindia.nic.in.

For any information in this regard you may please contact the undersigned Phone 011-24369849 / M-9818335038 or Shri P.K. Marwah, Asstt.Manager (Fin.) 011-24365389 / M- 9873405455 Fax. No. 24365998/ 24369849.

Yours faithfully,

sd/-
(Ajay Mathur)
Chief Manager (Finance)