endless energy, Infinite possibilities

RURAL ELECTRIFICATION CORPORATION LTD.
A Government of India Enterprise
Regd. Office Core-4 SCOPE Complex 7 Lodhi Road New Delhi 110003
Tele 24365161 & 51020101 Fax 24360644 Gram RECTRIC
E-mail reccorp@recl.nic.in Website www.recindia.com www.recindia.nic.in

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REC/Finance/Banking/2009-10/ Dated: 4th Sept. 2009

To ,
The Banks

Sub: Term Loan – regarding.

Dear 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 un-secured Term Loan to the extent of Rs.1000 crore from the banks for meeting its ongoing requirements.

The borrowing programme of the Corporation of Rs.25,000 crore for long term loan and Rs.5000 crore for short term loan during the year 2009-10 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 2009-10. We invite your proposal for clean Term Loan for a period of 3 to 5 years :

Amount	Rate of Interest Payment terms	Period	Security	Processing and other charges	Pre-payment
Rs.100 cr. and above	(To be Quoted)	3 years bullet repayment	Clean	Nil	Without penalty
		4 years bullet repayment	Clean	Nil	Without penalty
		5 years bullet repayment	-do-	-do-	-do-

Your proposal in this regard for clean Term Loan indicating interest rates and other terms and conditions should reach the undersigned latest by 11th Sept., 2009.

The audited financial results of REC for the Financial year 2008-09 are available on the web-site "www.recindia.nic.in".

For any information in this regard you may please contact Shri Rajeev Agarwal, Asstt. Manager (Fin.) 011-43091636 or the undersigned on Phone 011-24313978.

Yours faithfully,

Sd/-
(Vijay Kumar)
Dy. General Manager Finance)
Tele- Fax No. 24313978
Fax No. 24365998