



Endless energy. Infinite possibilities.

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

REC/Fin./Banking/2008-09

Dated : 6th Jun,08

All the banks

Subject: Un-secured Term Loan – regarding.

Sir,

Rural Electrification Corporation Ltd. (RECL) is a wholly owned enterprise of the Government of India who 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 clean 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.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 clean Term Loan for a period of 3 year with bullet repayment and for 5 years including 2 years moratorium with repayment in three equal yearly installment thereafter :

Amount	Rate of Interest Payment terms	Period	Security	Processing and other charges	Pre-payment
Rs.100 cr. and above	(To be Quoted)	3 year with Bullet repayment	Clean	Nil	Without penalty
		5 year including 2 yrs. moratorium. Repayment in 3 equal yr. instt.	Clean	Nil	Without penalty

Your proposal in this regard for clean Term Loan indicating interest rates and other terms and conditions should reach the undersigned latest by 18th June 2008.

The audited financial results for the year 2007-08 and for earlier years are available on the web-site "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)