

August 17, 2010

**Financial Closure of 50.4 Wind Farm Project
IL&FS Energy Development Company Limited (IEDCL)**



IL&FS Financial Services Limited (IFIN) has completed the syndication of Senior Term Loan facility of Rs. 213.8 crore for a green field 50.4 MW wind farm project sponsored by IL&FS Energy Development Company Limited (IEDCL). IEDCL, a 100% subsidiary of IL&FS Ltd, promotes and manages energy sector initiatives of the IL&FS Group. The project envisages installation of 48 nos. of 800KW wind turbines totaling to 38.4 MW wind farm in Kita, Rajasthan and 15 nos. of 800 KW wind turbines totaling to 12 MW wind farm in Vagaikulam, Tamil Nadu. The project sites are amongst the best locations for implementation of wind energy projects in India

The total project cost of Rs 285 cr has been financed in a Debt Equity ratio of 3:1 with Rs 213.8 cr raised as Senior Term Loan and the balance amount of Rs 71.2 cr as promoters' contribution. The term loan facility, syndicated with domestic banks on a project recourse basis, carries a door to door tenure of 13.75 years

The project implementation has progressed significantly at the Rajasthan sites, where the erection of 9 turbines and the construction of evacuation sub-system have been completed. Further, the construction of roads and base platforms has been completed for 30 turbine locations. The project is scheduled to achieve commercial operations by December 31, 2010

IFIN is the Sole Financial Advisor and Arranger for the project financing. The senior debt facilities have been financed by a consortium of 7 banks led by Indian Bank