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IL&FS Tamil Nadu Power Company Limited achieves debt closure of Rs. 4,460 crore for Phase I (1200 MW) of its 4000 MW Coal Based Power Plant at Cuddalore, Tamil Nadu

IL&FS Tamil Nadu Power Company Limited (ITPCL) has achieved debt closure of Rs. 4,460 crore for Phase – I (1200 MW) of its 4000 MW coal based power plant being established in the Cuddalore district of Tamil Nadu. Phase - I of the project will have a total capacity of 1200 MW comprising 2 units of 600 MW each. The project is scheduled to achieve commercial operations by June 2013. Upto 85% of the power generated will be sold under long term PPAs

IL&FS Financial Services Ltd. were the sole financial advisors and joint arrangers with Punjab National Bank for the project financing. The senior facilities have been financed by a consortium of 19 banks and institutions with Punjab National Bank as the Facility Agent. The 14-year financing for the debt facility has been contracted on a project recourse basis

In view of the high momentum of economic growth in India in the near future, availability of reliable and inexpensive power is critical for sustaining economic development. With demand outstripping supply at present, there is a need for addition of new capacity in the future, to help bridge the gap. The Project is designed to meet such increasing demand for power

ITPCL is a wholly owned subsidiary of IL&FS, a premier infrastructure development institution in India, focused on developing infrastructure projects on a commercial basis

The project is part of IL&FS Group's focus on identification of opportunities for backward integration and expansion of its Energy business. Pursuant to this strategy, IL&FS has acquired coal mining blocks in Indonesia on a captive basis, through which it proposes to meet the entire coal requirement for the Project

Additional Info:

About IL&FS Ltd.

Infrastructure Leasing & Financial Services Ltd. (IL&FS) is a premier financial services institution servicing an outstanding portfolio of clients in the private, public & joint sectors, delivering innovatively practical solutions in the areas of infrastructure and financial services. A strong team of about 1000 professionals work with clients in capitalizing on the business opportunities and designing solutions as per client's requirements. Shareholders of the company include prominent banks and institutions including LIC of India (26.10%), Orix Corporation, Japan (23.05%), HDFC Ltd (12.68%), Abu Dhabi Investment Authority (12.32%), Central Bank of India Ltd (8.88%) and State Bank of India (7.43%)

IL&FS, in its capacity as a developer, advisor or sponsor, has conceptualized, developed, financed, constructed and operated some of the pioneering infrastructure projects in sub-sectors such as roads, water supply, waste management, power, industrial parks, textile clusters, ports & shipyards and SEZs in India

With across the country, IL&FS is structured to meet the requirements of its business through independent Business verticals that optimally utilise synergies, dedicated project development and sectoral companies and establishment of Technical Support & Service groups

IL&FS Group provides a gamut of solutions in infrastructure and financial services

About IL&FS Financial Services Ltd.

IL&FS Financial Services Ltd.(IFIN) is a wholly owned subsidiary of Infrastructure Leasing & Financial Services (IL&FS). IFIN has been promoted by IL&FS Ltd, a leading Indian Financial Institution

IFIN domiciles the investment banking and advisory businesses of IL&FS, including structured finance, debt and equity syndication, project advisory and corporate advisory services. IFIN has recently launched its international operations with office in London and Singapore to support the foreign currency requirements of its clients. IFIN has advised / raised domestic debt for over USD 10 billion