

February 9, 2010

IL&FS Financial Services Ltd (IFIN) has successfully completed the Debt syndication for the Hazaribagh-Ranchi Expressway Limited (HREL), an Annuity Road Project for NHA in Jharkhand. IFIN was the Sole Financial Advisor and Arranger for the project. The senior debt facilities have been financed by a consortium of 11 banks and IIFCL. The lenders' consortium is led by Bank of India

The debt requirement for HREL aggregating to Rs. 688 crore for the financing of the four laning of 71.16 km long Hazaribagh – Ranchi stretch on NH-33 in Jharkhand was achieved on February 9, 2010. All the Lenders executed the Common Loan documents on the same day in New Delhi

The project is sponsored by IL&FS Transportation Networks Limited, an IL&FS group company, envisages four-laning of the existing stretch at a total project cost of Rs 869 crore on Build Operate and Transfer (Annuity) basis, financed in a debt: equity ratio of 3.80: 1 The project is scheduled to achieve commercial operations by Aug 2012. The senior debt facility has been syndicated on a project recourse basis. Repayment of a little over three quarters of the Loan are envisaged to be repaid over a period of 14 years. The balance is envisaged to be repaid in single bullet instalment at the end of the tenor.