

June 22, 2010

Financial Closure (Re-location) of the 300 MW plant of Ind-Barath Thermal Power Limited (IBTPL)



IL&FS Financial Services Ltd (IFIN) has successfully achieved the Financial Closure and Lenders' approval for relocation of the 300 MW imported coal based thermal power plant of Ind-Barath Thermal Power Limited (IBTPL) from Karwar, Karnataka to Tuticorin, Tamilnadu, from its current consortium of twelve Banks, led by Punjab National Bank

IBTPL is a subsidiary of Ind-Barath Power Infra Private Limited (IBPIL) and is part of the Ind-Barath Group promoted by Mr. K. Raghu.

The company has already commenced implementation at the new location and has achieved significant milestones in terms of acquisition of land, tying up the power sale with PTC, EPC contract with Greenesol, and FSA with PT Energy Ind Barath

The relocated project cost, estimated at Rs 1297 Crs, is being funded in the Debt / Sub-Debt: Equity ratio of **77 : 23**. The Amendatory and Supplementary Financing documents and the Security Documents for the Senior as well as Subordinated debt were executed on June 22, 2010 in Delhi with all the participating Banks

IFIN is the Sole Advisor and Arranger for obtaining approval for relocation of the project.

Mr. Raghu identified the growth opportunity in private power generation way back in 1998 and has since then focused initiated and implemented several projects in the power sector.

BPIL has significant experience in implementing small & medium-sized power projects and currently has a portfolio of 10 power projects, ranging from a 4.5 MW mini hydro electric project in Himachal Pradesh to an under development 700 MW coal based power project in Orissa

IBTPL had proposed to set up a 300 MW power plant in Karwar, Uttar Kannada district of Karnataka at a cost of Rs. 1255 Crs. The project senior debt of Rs 941.80 cr was funded by a consortium of twelve Banks. All requisite approvals, including environmental clearances, had been received for the project. However, owing to external factors relating to certain local developments, the company decided to relocate the project to a new site in Tuticorin, Tamilnadu