

Subscription Period

Opens on: **25-Nov-11** Closes on: **24-Dec-11**

Deemed date of Allotment

determined by the Board of the Company

Objective

The proceeds shall be utilized towards infrastructure lending' as defined by the Reserve Bank of India

Common Terms

Issuer : L&T Infrastructure Finance Company Limited

Offerings : **Public issue of long term infrastructure bonds with a face value of Rs 1,000 each**, in the nature of secured, redeemable, non-convertible debentures, having benefits under section 80 CCF of the income tax act, 1961 (the "debentures" or the "bonds"), **aggregating up to Rs 11,000 million (the "issue")** for the FY 2012 (the "shelf limit")

Face Value : Rs 1,000 per Bond

Issue Price : Rs 1,000 per Bond

Min Investment : Rs 5,000/- (5 Bonds in multiples of 1 Bond thereafter)

Redemption : 10 years from the date of allotment

Lock in : **5 years** from the Deemed Date of Allotment

Basis of Allotment : On a **FIRST COME FIRST SERVICE** Basis.

Interest on Application : Nil

Interest on Refund : Nil

Ratings : **"[ICRA] AA+"** by ICRA & **"CARE AA+"** by CARE

Proposed Listing : The BSE (Designated Stock Exchange)

Who Can Apply :
: Resident Individuals
: HUF

Issuance : : Physical or dematerialized form

Trading : In dematerialised form only post the Lock-in period

Trustee : Bank of Maharashtra

Depository : National Securities Depository Ltd (NSDL)
Central Depository Services (India) Ltd (CDSL)

Collecting Banker :
Axis Bank Limited
City Union Bank
HDFC Bank Limited
ICICI Bank Limited
IDBI Bank Limited
State Bank of India

Cheque In favour of : **"L&T Infra Bonds 2011B"**

Lead Managers :
: ICI Securities Ltd
: JM Financial Consultants Pvt Limited
: Kary Investor Services Limited

Co Managers :
: Bajaj Capital Ltd
: Integrated Enterprise (India) Ltd
: RR Investors Capital Services Pvt Ltd
: SMC Capitals Ltd

Lead Brokers :
: Almondz Global Securities Ltd
: Eastern Financiers Ltd
: Enam Securities Private Ltd
: HDFC Securities Ltd
: IDBI Capital Market Services Ltd
: **IFCI Financial Services Ltd**

: Kotak Securities Ltd
: NJ India Invest Ltd
: SBI Capital Markets Limited
: Sharekhan Ltd
: SHCIL Services Ltd
: Standard Chartered Securities (I) Ltd
Sharepro Services (India) Private Ltd.

Registrars :

Term Sheet

Tranche 1 Bond Series	1	2
Frequency of Interest	Annual i.e. yearly payment of interest	Cumulative, i.e. cumulative interest payment at the end of maturity or buyback, as applicable
Face Value & Issue Price	1,000/-	1,000/-
Minimum Application	5,000/-	5,000/-
In Multiples of	1,000/-	1000/-
Buyback Facility	Yes	Yes
Buyback Date	The first Working Day after the expiry of 5 years from the Deemed Date of Allotment and the first Working Day after the expiry of 7 years from the Deemed Date of Allotment.	
Interest Rate (p.a.)	9.00% p.a.	9.00% p.a. compounded yearly
Maturity Date	10 years from the Deemed Date of Allotment	10 years from the Deemed Date of Allotment
Maturity Amount per bond	Rs 1,000/-	Rs 2,367.36/-
Buyback Amount	Rs 1,000 at the end of 5 years / Rs 1,000 at the end of 7 years	Rs 1,538.62 at the end of 5 years / Rs 1,828.04 at the end of 7 years
Buyback Intimation Period	The period commencing from 6 months preceding the relevant Buyback Date and ending 3 months prior to such Buyback Date	
Yield on Maturity	9.00% p.a.	9.00% compounded annually
Yield on buyback	9.00% p.a.	9.00% compounded annually

Conclusion

- ✓ The L&T Infrastructure Bond fund has only two option i.e. 1 & 2. Under option **(1) the coupon rate is 9.00%** and also under **(2) the interest rate is 9.00%** will get **compounded annually** till the time of buyback or maturity.
- ✓ The bond has rating of **"[ICRA] AA+"** by ICRA & **" CARE AA+ by CARE** with **high credit quality & safety** in terms of timely servicing of principal and interest obligations.
- ✓ A client can avail deduction u/s 80CCF by investing upto Rs 20,000 in Infrastructure Bond over an above of Rs 1,00,000 u/s 80C.
- ✓ **After lock-in period investor may exit** either through the secondary market or through a buyback facility.

Note :

1) Source : Information Memorandum

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