



PTC India Financial Services Limited

Press Release

New Delhi October 12, 2010

PTC India Financial Services Limited (PFS) signs ECB Loan Agreement with DEG

PFS, the subsidiary of PTC India Limited (PTC), today signed the ECB Loan Agreement for USD 26 Million with DEG, Germany (*a multilateral financial institution and one of the largest Development Finance Institutions (DFI) in Europe which finance only private sector companies in emerging markets*)

On the resource mobilization front, PFS, for the first time, accessed the International debt market in its endeavor to increase resource base. This foreign currency loan from DEG will showcase the growth potential of Company and trust shown by DEG in PFS. This ECB would help PFS to extend loan with more focus on renewable power projects at competitive interest rates.

Further to this PFS has recently received the status of "Infrastructure Finance Company" (IFC) from Reserve Bank of India, wherein IFCs are allowed to raise ECBs up to 50% of their net worth through automatic route and raise funds through tax free infrastructure bonds under section 80CCF of Income Tax Act. PFS is also eligible to raise funds through issuance of infrastructure bonds to retail investors.

As on date PFS enjoys a credit rating of "LA+ (positive)" from ICRA for its long term borrowing programme & NCD and "A1+" for Commercial Paper.

With total net worth exceeding ₹635 Crore, PFS has sanctioned (net) ₹2690 Crore of financial assistance since its inception to various power projects for a total capacity of more than 11,500 MW. Portfolio of investment of PFS includes power exchange, wind turbine manufacturing unit, and power projects including coal, bio-mass, wind, hydro & solar. It has also recently started its carbon financing desk and debt syndication desk.

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