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PRESS RELEASE

- **Sasan Power Ltd, a wholly owned subsidiary of Reliance Power Ltd, has tied up debt and executed financing agreements for the prestigious Sasan Ultra Mega Power Project (UMPP) with a consortium of 14 banks and financial institutions.**
- **This is the largest debt on project finance basis for any project across industries in India.**
- **State Bank of India is the Lead domestic lender for the project. Several other large domestic banks and financial institutions like IIFCL (India & UK), Power Finance Corporation, Rural Electrification Corporation, Punjab National Bank, LIC, Axis Bank, IDBI Bank etc have provided debt facilities to the project.**
- **Sasan UMPP is largest integrated pit head coal based power projects in India and one of the largest in the world.**
- **Landmark financing of coal mine and power project as an integrated Project.**

Mumbai 21 April 2009:- **Sasan Power Ltd, a wholly owned subsidiary of Reliance Power Ltd, has executed financing agreements for the prestigious Sasan Ultra Mega Power Project. This is the largest project financing for a project across industries. It is also a landmark event in country's project finance history since Indian banks and institutions have appraised an integrated coal mine cum power project of this scale on project finance basis for the first time in the country.**

The estimated cost of the project is Rs 19,400 crore (USD 4 Bln) is funded on a 75:25 debt equity ratio. **A consortium of 14 leading banks and financial institutions have signed the financing agreements. State Bank of India, country's largest bank, is the Lead lender for the project. Other major banks who have participated in the financing arrangement include IIFCL (India & UK), Power Finance Corporation, Rural Electrification Corporation, Punjab National Bank, LIC, Axis Bank, IDBI Bank etc.**

Sasan Ultra Mega Power Project is the largest integrated pit head coal based power project in the country. The project is being set up at Sasan, Singrauli district, Madhya Pradesh.

Sasan Power will supply power at a historic low levelized tariff of Rs 1.196 / kWh to 14 utilities in 7 states viz Madhya Pradesh, Punjab, Haryana, Uttar Pradesh, New Delhi, Rajasthan, Uttarakhand benefiting over 35 crore Indians.

Commissioning schedule of the project has also been substantially advanced by three years. Two units with total capacity of 1320 MW **will be commissioned by Mar 12 (11th Plan).**

Project implementation is in full swing. Construction activities at the site are progressing fast. EPC contract has been awarded to Reliance Infrastructure Ltd. Order for main plant equipment has also been placed with Shanghai Electric. Several consultants of international repute such as Black & Veatch, Toshiba, SNC, HOK (Singapore), STUP are working on the project to build it as per international standards. Development of coal mines is also progressing simultaneously.

Reliance Power believes in developing clean green power and the **project will utilize environmentally friendly super-critical technology, which would help reduce pollution and also ensure optimized utilization of country's coal resources.** The project has been carefully planned around the natural topography and landscapes to build a "power plant in a forest". The Company has also undertaken initiatives for the sustainable development of local community and has also built a well-planned colony "Surya Vihar" with all amenities such as Hospital, School, Panchayat Bhavan, Market place etc.

Reliance Power Limited:

Reliance Power Limited, a part of Reliance - Anil Dhirubhai Ambani Group, is India's leading private sector power generation Company. The Reliance Anil Dhirubhai Ambani Group currently has net worth in excess of Rs. 65,000 crores (US\$ 13 billion), cash flows of Rs. 12,500 crores (US\$ 2.5 billion), net profit of Rs. 8,200 crores (US\$ 1.6 billion) and market capitalization of Rs 115,000 crores (US\$ 23 billion).

Reliance Power is implementing power projects with aggregate capacity of over 32,200 MW, by far the largest development pipeline in the country.

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