

Date : June 22, 2016

The Manager
Dept. of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001
Telephone: 2272 8013 / 8015 / 8058 / 8037
Fax : 2272 2037 / 39 / 41 / 3121/ 3719
Email. : corp.relations@bseindia.com
corp.compliances@bseindia.com
BSE Scrip Code : 532939

The Asst Vice President
Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, C-1, Block G
Bandra-Kurla Complex, Bandra (East)
Mumbai 400 051
Telephone: 2659 8235 / 8236 / 8458
Fax : 2659 8237/38 / 66418124 / 25
Email : cmlist@nse.co.in
neaps@nse.co.in
NSE Symbol : RPOWER

Dear Sir,

Re: Media Release in clarification of the Show Cause Notice issued by the Ministry of Coal – Coal Blocks allocated to Jharkhand Integrated Power Limited, the Company's Subsidiary

We are attaching herewith a copy of the Media Release, which is being issued in clarification to the Show Cause Notice dated June 21, 2016, issued by the Ministry of Coal in respect of the Coal Blocks allocated to Jharkhand Integrated Power Limited, the Company's subsidiary, for Tilaiya Ultra Mega Power Project (UMPP).

The Media Release is self explanatory.

Kindly bring the above to the notice of your members.

Yours faithfully

For Reliance Power Limited



Ramaswami Kalidas
Company Secretary



Encl.: As above.

MEDIA RELEASE

**RELIANCE POWER HAD TERMINATED
POWER PURCHASE AGREEMENT FOR TILAIYA UMPP IN APRIL 2015,
I.E. NEARLY 14 MONTHS AGO, DUE TO PROLONGED FAILURE OF
THE PROCURERS TO PERFORM DEVELOPMENT PERIOD
OBLIGATIONS IN RESPECT OF LAND FOR THE POWER PLANT AND
COAL MINE FOR MORE THAN 5½ YEARS**

**PROCURERS (REPRESENTING 9 STATES) HAVE ALREADY
ACCEPTED THE TERMINATION OF THE PPA, DUE TO PROCURERS'
EVENT OF DEFAULT, IN NOV 2015 I.E. NEARLY 8 MONTHS AGO**

**POWER FINANCE CORPORATION, THE NODAL AGENCY FOR
UMPPs, HAS ALSO RECOMMENDED PPA TERMINATION DUE TO
PROCURERS' EVENT OF DEFAULT AND COMMUNICATED THE SAME
TO MINISTRY OF POWER AND MINISTRY OF COAL**

**PROCURERS ARE AT FINAL STAGE TO ACQUIRE JIPL (SPV FOR
TILAIYA UMPP) FROM RELIANCE POWER, EARLIER PURCHASED BY
RELIANCE POWER FROM PFC ON BECOMING SUCCESSFUL BIDDER**

**MOC HAD SENT A SIMILAR SHOW CAUSE NOTICE IN DEC 2013 AND
IT WAS RESPONDED IN DETAIL BY THE COMPANY IN JAN 2014.
THERE HAS BEEN NO RESPONSE FROM MOC
FOR THE LAST 2½ YEARS**

**A DETAILED RESPONSE TO THE NEW SHOW CAUSE NOTICE WILL
BE SENT TO MOC IN DUE COURSE**



Mumbai, June 22, 2016: A show cause notice dated 21.06.2016 has been uploaded by Ministry of Coal (MoC) with regard to the Kerendari B&C coal block allocated to Jharkhand Integrated Power Ltd. (JIPL), a wholly owned subsidiary of Reliance Power Ltd., for the Tilaiya Ultra Mega Power Project (UMPP). The same has not been received by Reliance Power Ltd. till now.

Reliance Power Ltd terminated the PPA for Tilaiya UMPP entered into with 18 procurers, vide notice dated 28.04.2015 i.e. nearly 14 months ago. The PPA termination was due to prolonged delay in fulfillment of the Procurers' development period obligations in respect of land for power plant and coal mine for more than 5½ years.

The Procurers led by the Lead Procurer, Jharkhand Urja Vikas Nigam Ltd (JUVNL) have already accepted the termination of the PPA due to Procurers' event of default in November 2015, i.e. nearly 8 months ago.

Power Finance Corporation, the nodal agency for UMPPs, has also recommended PPA termination due to Procurers' event of default and communicated the same to Ministry of Power and Ministry of Coal.

Procurers are at final stage to acquire JIPL (SPV for Tilaiya UMPP) from Reliance Power, earlier purchased by Reliance Power from PFC on becoming successful bidder.

Earlier in December 2013, MoC had sent a similar show cause notice and it was responded in detail by the company in January 2014. There has been no response from MoC for the last 2½ years.

A detailed response to the new show cause notice will be submitted to MoC in due course.



About Reliance Power:

Reliance Power Limited, a part of the Reliance Group, is India's leading private sector power generation and coal resources company. The company has the largest portfolio of power projects in the private sector, based on coal, gas, hydro and renewable energy, with an operating portfolio of 5,945 megawatts.

For more information, please visit www.reliancepower.co.in

For further information please contact:

Daljeet Singh +91 9312014099

