



# Eastern Financiers Ltd.

*Give us your worries... Take home the returns*

## SREI INFRASTRUCTURE FINANCE LIMITED

Issues Tranche 1 Long-Term Infrastructure Bonds (u/s 80CCF of Income Tax Act, 1961)

### Issue Highlights:

**Issue Size:** Rs 300 Cr with shelf limit of Rs. 500 Cr  
**Face Value:** Rs. 1000  
**Minimum Application:** Rs 1000 or 1 bond  
**Lock-in Period:** 5 years  
**Buyback Option:** After 5 years

### Issue Summary:

**Issue Opens:** December 31, 2011  
**Issue Closes:** January 31, 2012  
**Depository:** NSDL & CDSL  
**Lead Managers:** ICICI Securities Ltd., Karvy Investor Services Ltd., RR Investors Capital Services Pvt. Ltd. & SREI Capital Markets Ltd.  
**Registrar:** Link Intime India Pvt. Ltd.  
**Debenture Trustees:** Axis Trustee Services Ltd.

### Salient Features of the Issue:

- ✦ Public issue of Long Term Infrastructure Bonds-Tranche 1 with tax benefits under **Sec 80 CCF of Income Tax Act, 1961.**
- ✦ **Ratings:** Credit rating agency CARE has assigned '(CARE) AA' indicating high safety for timely servicing of debt obligations with high credit quality and low credit risk.
- ✦ **Security: Fully Secured,** Redeemable, Non-Convertible Long Term Infrastructure Bonds with an exclusive first charge on specific receivables of the Company with an asset cover of 1 time of the total outstanding amount of Bonds.
- ✦ These are **ten & fifteen year** bonds, of face value **Rs. 1000** each
- ✦ Only **Resident Indian Individuals (Major)** and **HUFs** through **Karta of the HUF** are eligible to apply for these bonds.
- ✦ SREI Infrastructure bonds will be issued either in **physical** or **dematerialized** form at the option of the bondholders and the documents that need to be provided with the application are **Self attested** copy of **PAN Card** and proof of **Address.**
- ✦ There are **4 investment options across Series 1, 2, 3 & 4,** suiting the needs of different categories of investors and the application shall be for a minimum number of 1 Bonds with a maturity period of 10 or 15 years as the case may be.
- ✦ The bond provides a lucrative **coupon rate of 8.90% p.a. for Series 1 & 2 & 9.15% p.a. for Series 3 & 4** coupled with tax benefits of upto Rs 20000 under Sec 80 CCF.
- ✦ **Buyback** option is **available** to the investors after **5 Years.**
- ✦ The bonds propose to be listed on **BSE .**
- ✦ The Bonds **cannot** be **pledged or hypothecated** in order to obtain loan



# Eastern Financiers Ltd.

*Give us your worries... Take home the returns*

## Issue Structure:

✚ The **SREI Infrastructure Bonds**, with a maturity of 10 & 15 years, will be issued in Four series namely:

- ❖ **Series 1:** Carry a 8.90% coupon with buyback option, payable annually with 10 years maturity.
- ❖ **Series 2:** Cumulative option, 8.90% coupon with buyback option, compounded annually with 10 years maturity
- ❖ **Series 3:** Carry a 9.15% coupon with buyback option, payable annually with 15 years maturity.
- ❖ **Series 4:** Cumulative option, 9.15% coupon with buyback option, compounded annually with 15 years maturity.

✚ **Lock-in Period:** 5 years from the deemed date of allotment

✚ **Buyback Facility:** Available for all the Series.

## Bond Issue Profile:

Options	1	2	3	4
<b>Interest Payment</b>	Annual	Cumulative	Annual	Cumulative
<b>Issue Price/Bond</b>	At par (Rs. 1000/- per bond)			
<b>Coupon (%) p.a.</b>	8.90%p.a.	8.90%p.a. (Annual Compounding)	9.15% p.a.	9.15%p.a. (Annual Compounding)
<b>Maturity</b>	10 years	10 years	15 years	15 years
<b>Buyback Facility</b>	YES			
<b>Buyback Date</b>	One Date, being the date falling five years and one day from the deemed date of allotment.			
<b>Buyback Amount*</b>	Rs. 1000/bond and accrued interest calculated from the last interest payment date to the buyback date	Rs. 1531.58/bond and interest on application. Interest compounded annually at the end of five years	Rs. 1000/bond and accrued interest calculated from the last interest payment date to the buyback date	Rs. 1549.24/bond and interest on application. Interest compounded annually at the end of five years
<b>Buyback Intimation Period</b>	The period beginning not more than nine months prior to the Buyback date and ending not later than six months prior to the buyback date.			
<b>Redemption/Maturity Date</b>	One date, being the date falling 120 months from the deemed date of allotment		One date, being the date falling 180 months from the deemed date of allotment	
<b>Maturity Amount</b>	Rs. 1000/bond and accrued interest calculated from the last interest payment date to the maturity date	Rs. 2346.73/bond and interest on application. Interest compounded annually at the end of 10 years	Rs. 1000/bond and accrued interest calculated from the last interest payment date to the maturity date	Rs. 3718.40/bond and interest on application. Interest compounded annually at the end of 15 years
<b>Yield on Maturity*</b>	8.90% p.a.	8.90% p.a., compounded annually	9.15% p.a.	9.15% p.a., compounded annually
<b>Yield on Buyback*</b>	8.90% p.a.	8.90% p.a., compounded annually	9.15% p.a.	9.15% p.a., compounded annually

\*The yield on the Tranche 1 bonds(to be paid by the issuer shall not exceed the yield on government securities of corresponding residual maturity, as reported by FIMMDA, as on the last working day of the month immediately preceding the month of the issue of the Tranche 1 bonds



# Eastern Financiers Ltd.

*Give us your worries... Take home the returns*

## **Benefits to Investors:**

- + Bonds offer an additional window of tax deduction of investments of up to Rs. 20000 which result in attractive yield to investors.
- + The deduction is over and above the Rs. 100000 deduction available under section 80C, 80CCC & 80CCD read with Section 80CCE.

Kindly note that Cheque / DD should be drawn in favour of "SIFL - Infra Bonds 2012 - Tranche 1" by all applicants