

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

RURAL ELECTRIFICATION CORPORATION LIMITED

(A Government of India Enterprise)

Regd. office and Corp Office- Core-4, SCOPE Complex, 7, Lodhi Road, New Delhi- 110 003
CIN: L40101DL1969GOI005095, E-mail- investorcell@recl.nic.in, Website- www.recindia.com
Phone- 011-24361320, 43091527, 24365161 Fax- 011-24368553

Date:

Dear Bond Holder(s),

**CONSENT FOR BUY-BACK OF REC LONG TERM INFRASTRUCTURE BOND
(FOR PRIVATE CIRCULATION TO THE BONDHOLDERS OF THE COMPANY ONLY)**

Series 1 Infra Bonds issued during the Financial Year 2010-11

THE BUY BACK FACILITY - Offer of Buyback facility to the eligible holders of Long Term Infrastructure Bonds issued by Rural Electrification Corporation Limited ("Company") of Face Value of Rs.5000/- each in the nature of unsecured, redeemable, non-convertible debentures of the Company, having benefits under Section 80 CCF of the Income Tax Act 1961, for the financial year 2010-11 pursuant to Terms of Issue referred in Information Memorandum dated January 12, 2011 (hereinafter referred as "the Information Memorandum")

This is with reference to the buyback facility available to the Bondholders who had subscribed to Series 1 Bonds on the terms and conditions specified in the Information Memorandum. Brief terms and conditions of the buyback facility are set out below:

Bond Series/Scheme dated 12.01.2011)	(as per IM	Date of Buy Back	Series - 1 (Interest Frequency-Annually)
REC long Term Infrastructure Bonds Series I 2010-11		5/6/7/8/9 years from Deemed date of Allotment i.e 31.03.2011	Rs 5000/- per bond and accrued interest calculated from last interest payment date to the buyback date.

Please note your investment in **REC LONG TERM INFRASTRUCTURE BONDS** is as below:

Folio No. /DP ID / Client ID	Series	No. of Bonds Invested	Holding in DEMAT/Physical Form	Buy Back Year Specified in Application Form (5/6/7/8/9 year)
				Not Specified

- a) **Buyback Procedure as per Information Memorandum**- The investors, who opt and are allotted bonds with buyback facility and wish to exit through this facility after 5/6/7/8/9 years, shall have to give their consent in the application form to the company. However, any bondholder(s) desires to change his option, will have to intimate the Registrar between January 1 to January 31, starting from year 2016 till 2020. **Kindly note that as per your application form you have opted for buy-back facility but have not specified the buy-back year i.e 5/6/7/8/9 years after which you wish to exercise the buy-back facility. Accordingly, REC requests you to forward your consent specifying the buy-back year on or before 31.01.2016. In case no response is received from you, then the bonds will be redeemed on completion of 9 years i.e on 31.03.2020.**

Kindly note that in case bondholders wish to utilize the buyback facility after 5/6/7/8 years from the date of allotment, then a duly filled intimation advice together with Original Bond Certificate is to be sent to Registrar of the issue **M/s Beetal Financial & Computer Services Pvt. Ltd.** To facilitate the bondholders, please find alongwith this letter a pre-printed "Intimation Advice Regarding Buy-Back Year" addressed to **M/s Beetal Financial & Computer Services Pvt. Ltd by which you may wish to intimate the Buy-Back Year i.e 5/6/7/8 years . The duly filled intimation advise be sent to the registrar M/s Beetal Financial & Computer Services Pvt. Ltd, Unit: Unit - REC Ltd Infra Bonds Buyback Offer Series1, Beetal House, 3rd floor, 99 Madangir, Behind LSC, New Delhi-110062 on or before 5:30 PM 31.01.2016.**

- b) **Surrender of Original Bond Certificate** - If you are holding the bonds in physical form, **please note that buyback amount shall be paid on 31.03.2020 WITHOUT surrender of original bond certificate. In case the bond-holder wish to intimate the buy-back year as 5/6/7/8 years from the deemed date allotment, than the bondholder has to send the duly discharged (signed on the reverse of the consolidated bond certificate) by the sole holder or all the joint holders by registered post with acknowledgement due or by delivery to the registrar M/s Beetal Financial & Computer Services Pvt. Ltd, Unit: Unit - REC Ltd Infra Bonds Buyback Offer Series1, Beetal House, 3rd floor, 99 Madangir, Behind LSC, New Delhi-110062 on or before 5:30 PM 31.01.2016**

However, if you are holding bonds in demat form, the requirement of surrendering of bond certificate will not be applicable, but you have to intimate the buy-back year i.e 5/6/7/8 years **on or before 5:30 PM 31.01.2016**, otherwise it will be deemed as 9 years from the deemed date of allotment.

Thanking You,

Yours faithfully,

For Rural Electrification Corporation Limited

Authorised Signatory

INTIMATION ADVICE REGARDING THE BUYBACK YEAR

To,
M/s Beetal Financial & Computer Services Pvt. Ltd,
Unit: Unit - REC Ltd Infra Bonds Buyback Offer Series1,
Beetal House, 3rd floor,
99 Madangir, Behind LSC,
New Delhi-110062

LAST DATE FOR SUBMISSION
31st January, 2016, 5:30 PM

Contact Information:-
E-Mail ID- recbonds@gmail.com, investorcell@recl.nic.in
Phone No- +91 011-29961281-83

Dear Sir / Madam (s),

Subject :- ‘Long Term Infrastructure Bonds’ of face value of Rs 5,000 each issued by Rural Electrification Corporation Limited (“Company” or “Issuer”) , in the nature of Unsecured, Redeemable, Non-convertible Debentures, having benefit Under Section 80CCF of the Income Tax Act, 1961, as amended, (“Bonds”)

I/We hold the Bonds of the Company and would like to indicate my/our preference regarding the buyback facility as detailed below :-

(a) In case of the **Bonds held in Physical mode** (please specify Not Applicable if the Bonds are held in dematerialised form) –

S. No.	Particulars	Series 1
1.	Registered Folio No.	
2.	No. of Bonds Held	
3.	Certificate No.	
4.	Distinctive nos. of the Bonds Held	Form : To :
5.	Consent for buy-back after 5/6/7/8 years from the deemed date of allotment (Please specify the year)	____ Years

(b) In case of the **Bonds held in Dematerialized mode** (Please specify Not Applicable if the Bonds are held in physical form)

S. No.	Particulars	Series 1
1.	Beneficiary Demat Account No.	
2.	No. of Bonds held	
3.	Consent for buy-back after 5/6/7/8 years from the deemed date of allotment (Please specify the year)	____ Years

In accordance with Clause 11.2 of the terms and conditions of the Bonds, we intimate the year of buy-back as indicated above.

Particulars	Sole/First Bondholder	Second Bondholder	Third Bondholder
Signature (as per specimen recorded with the Company)			
Name of the Bondholder			

Note:- 1) In case no response is received from the bond-holders who have not specified the buy-back year in the application form of the Bonds, the amount will be redeemed after 9 years from the deemed date of allotment i.e on 31.03.2020.

2) For direct credit of amount on the payment date, it is advised that a cancelled cheque may be submitted along with this intimation advice. This will help in avoiding any delay of credit to investor (Not required for bondholders holding bonds in demat form). The bondholders holding the bonds in demat form may update Bank mandates with their Depository Participant, if required.

3) TDS will be deducted as per the provisions of Income Tax Act, 1961. Bondholders are required to submit form 15G or 15H for non-deduction of TDS. If the bonds are held in demat form, no TDS will be deducted.