



## **GVK Coal (Tokisud) Company Pvt. Ltd. achieves financial closure**

Hyderabad, April 27, 2010 - GVK Coal (Tokisud) Company Private Limited will be developing and operating the Tokisud north captive coal mine in South Karanpura Coalfield situated in Hazaribagh district in Jharkhand for supply of coal to the 540 MW of GVK Power (Goindwal Sahib) Ltd. The project has achieved financial closure on April 27, 2010. The project cost is estimated at Rs. 300 crores which is financed by equity of Rs. 75 crores and debt of Rs. 225 crores. The debt was syndicated by IDBI Bank Ltd. The debt has been funded by seven banks through a consortium lending. The total amount spent on the project till date is Rs. 32.74 crores.

GVK Coal (Tokisud) Company Pvt. Ltd. has entered into a Coal supply Agreement with GVK Power (Goindwal Sahib) Ltd. for the sale of coal. The coal mine is expected to commence production in 26 months from the date of the financial closure.

Coal transportation from the mines to the project site will be arranged by Indian Railways under a contract that has already been executed between GVK Power(Goindwal Sahib) Ltd. and Indian Railways

Luthra & Luthra Law Offices is the Lenders' Legal Counsel, Lahmeyer International India Private Limited is the Lenders' Engineer and Howden Insurance Brockers India Private Limited is the Lenders' Insurance Advisor.