



SJVN Limited

(A Joint Venture of Govt. of India & Govt. of H.P.)

6th Floor, Tower-I, NBCC Commercial Complex,

East Kidwai Nagar, New Delhi-110023

Fax No. 00 91(0) 11-61901916/915

Phone: 00 91 (0) 11-61901903/61901913

Ref: SJVN/CC-Delhi/BDMS/F&A/Debt fin.(New Projects) /6014 / 748

Dated: 17.08.2020

To,
Distribution to All Banks

Sub.: Debt financing for SJVN Limited's Upcoming Projects (500 cr)

Sir,

SJVN Ltd. is a Mini Ratna Schedule 'A' Central Public Sector Undertaking under Ministry of Power with an Authorized and Paid-up capital of Rs. 7000 Crore and 3929.80 Crore respectively. The approximate shareholding pattern of the company is Govt. of India: 59.92 %, Govt. of HP: 26.85 % and FIs & Public: 13.23%.

SJVN is keen to take up new projects in order to increase capacity through organic as well as inorganic ways by acquiring financially feasible stressed Assets and New Renewable projects which shall come in generation within 12 months.

The total cost of the project would be approx. Rs. 1250 Crore. The 80% of the cost of the project shall be arranged through debt financing. The details of the project and Notice inviting EOI is enclosed herewith as per **Annexure 'A'** for your ready reference.

The broad parameters of the debt financing are as under:

- a) Cost of the Project : Rs. 1250 Crore.
- b) Loan Amount : Rs. 1000 Crore
- c) Debt Equity Ratio : 80:20
- e) Moratorium period : 1 years
- f) Total Tenure of the loan : 16 Years (1 y moratorium period +15 y repayment period)

Management reserves right to increase or decrease the debt amount.

You are requested to provide your terms for debt financing in the requisite format provided with the Notice inviting EOI by Post/Courier/Hand Delivery in sealed envelope latest by 15:00 hrs on 30.09.2020.

Thanking you,

Yours faithfully,

For & on behalf of SJVN Limited

(Anand Upadhyay)

Gen. Manager (F&A)

Telephone: 61901903

Encl.: as above

Registered Office: "Shakti Sadan" Corporate Head Quarter, Shanan, Shimla-171 006 (H.P.)

Tel. No.91-177-2660003 Fax No. 91-177-2660001.

Notice inviting Expression of Interest for Debt Financing of Rs. 1000 crore of SJVN Limited upcoming Projects.

1.0) SJVN Limited - A Brief: -

SJVN Limited, a Mini Ratna & Schedule 'A' CPSU under the Ministry of Power, Govt. of India, is a joint venture between the Govt. of India & Govt. of Himachal Pradesh. Incorporated in the year 1988, the Company is fast emerging as a major power player in the country. The present authorised capital of SJVN is Rs. 7000 Crores.

The portfolio of SJVN has been increasing since the 1500 MW Nathpa Jhakri Hydro Electric Power Station in Himachal Pradesh was commissioned in 2003-04 as below:

Sr. No.	Project	Capacity (in MW)
Under Operation (2015.1 MW)		
1.	Nathpa Jhakri Hydro Power Project, H.P.	1500
2.	Rampur Hydro Power Project, H.P.	412
3.	Khirvire Wind Power Project, Maharashtra	47.6
4.	Sadla Wind Power, Gujarat	50
5.	Charanka Solar Power Project, Gujarat	5.6
6.	Cross Border Transmission Line (86Km.)- in JV with PGCIL, IL&FS and NEA	400 kV D/C
Under Construction (2880 MW)		
1	Arun-III HEP, Nepal	900
2	Kholongchu HEP, Bhutan	600
3	Naitwar Mori HEP, Uttarakhand	60
4	Buxar Thermal Power Project, Bihar	1320
Under Pre-Construction (789 MW)		
1	Devsari HEP, Uttarakhand	252
2	Luhri HEP, Stage-I, H.P.	210
3	Dhulasidh HEP, H.P.	66
4	Arun III Transmission line	217 km
5	Jakhol Sankri HEP, Uttarakhand	44
Under Survey & Investigation (2112 MW)		
1	Luhri HEP, Stage-II, H.P.	172
2	Sunni Dam HEP, H.P.	382
3	Jangi-Thopan-Powari HEP, H.P.	780
4	Badrang Hydro Electric Project H.P.	138
5	Purthi Hydro Electric Project H.P.	210
6	Reoli Dugli Hydro Electric Project H.P.	430

SJVN has made its debut into the Thermal Power Generation by taking up the 1320 MW Buxar Thermal Power Project in Bihar for execution. To implement this project, SJVN has floated 'SJVN Thermal Pvt. Limited', a fully owned subsidiary of the company.

2.0) Financial Highlights of SJVN:

Rs. In Cr.

Years	Total Income	Profit after Tax
2012-13	1916.62	1052.34
2013-14	2110.72	1114.63
2014-15	3261.10	1676.75
2015-16	2908.21	1408.48
2016-17	3119.90	1544.14
2017-18	2587.07	1224.88
2018-19	2908.99	1364.29
2019-20	3089.15	1651.89

3.0) Project Cost:

The projected project cost would be approx. Rs. 1250 Crore, on expected Organic and Inorganic acquisitions.

4.0) Mode of Financing:

The cost of the Project, estimated at Rs.1250 crores, proposed to be financed at a debt equity ratio of 80:20. Debt requirement of the Project shall be sourced through Rupee Term Loan (RTL)/ Bond issue. As per SEBI circular No. SEBI/HO/DDHS/CIR/P/2018/144 Dt. 26/11/2018, 25% of loan requirement shall be met through issue of bond/ Debt Securities at later stage.

5.0) Expression of Interest:

The following applicants are eligible to express their interest for the project, individually and/or their consortium(s)*, provided they can offer minimum of **Rs. 300 (Three hundred) Crore** loan and have the requisite Registration License and/or authority as required in the specific Statute as are applicable to them:

- i) Financial institutions (FIs)/Financial Companies (FCs).
- ii) Banks viz. Public Sector bank, private sector bank.

* Bidding individually simultaneously as a member of consortium is not permitted.

Note:

- (i) Banks/FIs before submitting their EoI should ensure that the rates and terms offered are approved by their competent authority.
- (ii) The EoI of FIs/FCs/Banks who offer less than Rs.300 (Three Hundred) Crores loan shall be liable to be rejected by STPL.

6.0) Surety by SJVN :

Prospective respondents may please note that SJVN may/may not stand surety to the loan raised under this process. Hence, it is requested that interest rate/other terms & conditions, if any, should be mentioned under both options as provided in Annexure-B and Annexure-C:

- (i) With SJVN as surety
- (ii) Without SJVN as surety

7.0) Proposal validity Period:

The EoI shall remain valid for **120** days from the date of opening.

8.0) Information requested:

Interested lenders are requested to provide the information as per the format provided in ***Annexure-B (Techno-Commercial Part of EoI)*** and ***Annexure-C (Price bid/ Part of EoI)***.

9.0) Evaluation of EoIs:

The EoIs shall be preliminary examined to determine whether they are complete and whether the EoIs are generally in order. SJVN may waive any minor informality, nonconformity or irregularity in EoI that does not prejudice or affect the relative ranking of any respondent. Ranking will be done on the basis of the lowest overall interest rate quoted by the respondent in ***Annexure-C*** subject to the condition that respondent meets the eligibility criteria mentioned in ***Annexure-B***. The method adopted here will be of “***bucket filling type***” wherein the respondent who quotes the lowest overall interest rate (L-1 rate) shall be given preference and his quoted loan amount shall be used first to meet the debt/loan requirement of SJVN and subsequently the quoted loan amount of higher ranked respondents shall be used. All respondents shall be given a chance to match the L-1 rate. In case one or more respondents agree to match the L-1 rate, the respondent who quotes the highest loan amount shall be given preference.

10.0) Response to Notice inviting EoIs:

EoIs shall be submitted in two envelopes viz. Envelope-1 and Envelope-2.

The Envelope-1 shall contain the filled-in ***Annexure-B*** and duly super-scribed as “***Techno-Commercial Part of EoI as per Annexure-B for Debt Financing of Rs. 1000 Crore for SJVN Projects***” and shall be sealed in.

The Envelope-2 shall contain the filled-in *Annexure-C* and duly super-scribed as “Price Part of EoI as per Annexure-C for Debt Financing of Rs.1000 Crore SJVN Projects” and shall be sealed in.

These two envelopes shall then be packed in a single sealed third envelope duly super-scribed as “Expression of Interest for Debt Financing of Rs.1000 Crore for SJVN Projects” and must reach the Office of General Manager (F&A), SJVN Limited, 6th Floor, Tower-I, NBCC Commercial Complex, East Kidwai Nagar, New Delhi-110023 Fax No. 00 91(0) 11-61901916/915, Phone: 00 91 (0) 11-61901903/61901913 Email Id: findelsjvn@sjvn.nic.in , delhisjvnfinance@gmail.com (latest by 15:00 Hours on 30th September, 2020) through Post/Courier/Hand Delivery in sealed envelope.

Format for Techno-Commercial Part Expression of Interest

Techno-Commercial Part of Expression of Interest for Debt Financing of Rs.1000 Crore for upcoming Project of SJVN Limited			
Sr. No.	Information Sought	Response	
		With surety from SJVN	Without surety from SJVN
Section 1: Organizational details			
1	Full Name of the respondent and its details		
2	Mailing address/telephone and fax numbers/e-mail address		
Section 2 : Eligibility Criteria			
Respondent should finance minimum amount of Rs. 300 Crore either on its own or as lead partner of a consortium.			
3	Moratorium Period (in years) against requirement of minimum 01 year	One year	One year
4	Repayment period (in years) against requirement of 15 years	15 Years	15 Years
5	Total Tenure of the loan (in years) against requirement of minimum 01 year (moratorium period) + 15 years (repayment period)	16 Years	16 Years
6	Mode of interest payment	Monthly (Fixed)	
7	Mode of principle repayment	Quarterly (Fixed)	
8	Pre-payment notice required	One month (Fixed)	
9	Pre-payment charges		
10	Security required	Pari-Passus Charge on fixed assets of the project with all the lenders	
11	Loan amount to be financed		

(Signature & Seal of Respondent(s))

Format for Price Part of Expression of Interest

Price Part of Expression of Interest for Debt Financing of Rs. 1000 Crore for upcoming Projects of SJVN Limited			
Sr. No.	Information Sought	Response	
Rate of Interest on the said loan as per Annexure-B			
		With surety from SJVN	Without surety from SJVN
1	One year MCLR or Any other mode		
2	All-inclusive charges (spread) over and above MCLR or Any other mode		
3	Any other charges, if any (commitment charges, upfront charges etc. to be mentioned clearly in % age)		
4	Overall interest rate (1+2+3)		

(Signature & Seal of Respondent(s))