

L&T Metro Rail (Hyderabad) Limited achieves Financial Closure for Hyderabad Metro Rail Project

The Largest Ever Fund Tie-up in an Indian PPP Project

Hyderabad, April 05, 2011: L&T Metro Rail (Hyderabad) Limited, the SPV incorporated to implement the Hyderabad Metro Project, has achieved financial closure for the project. The financial closure has been achieved in a record time of 6 months and is the largest fund tie-up in India for a PPP (Public Private Partnership) project till date.

A consortium of banks led by State Bank of India has sanctioned the entire debt requirement of ₹ 11480 crore for the project. The equity component for the project, expected to be around ₹ 3440 crore, would be infused primarily by the L&T Group. The project will get a viability gap grant of ₹ 1458 crore from the Central Government through the

L&T Metro Rail (Hyderabad) Limited has already submitted a Performance Guarantee for 360 crore to GoAP underlying its clear intent to execute the prestigious project in the stipulated time frame. As per the Provisions of Concession Agreement, construction will have to be completed in 5 years. The concession period for the project is 35 years (including 5 years of construction period) and is extendable by an additional 25 years.

Project Details

The project is also expected to trigger mammoth economic activity in and around the city and provide employment to