



## **L&T FINANCE LIMITED**

### **Announces Public Issue of Secured Redeemable Non-Convertible Debentures (Secured NCDs)**

- Secured NCDs of a face value of Rs.1000 each
- The Tranche 1 issue includes a Base issue Size for an amount of Rs. 500 crores (“Base Issue Size”) with an option to retain oversubscription up to Rs. 1,000 crores aggregating up to Rs.1,500 crores (“Tranche Issue”)
- The offer is rated as [ICRA] AAA / Stable (pronounced as ICRA triple A with Stable outlook), CARE AAA / Stable (pronounced as CARE triple A with Stable Outlook), IND AAA / Stable (pronounced as IND triple A with Stable outlook).
- The Tranche 1 issue offers effective annualized yield up to 9.35% p.a. on redemption.
- The Tranche 1 Issue opens on March 06, 2019 and Closes on March 20, 2019 \*\*
- Post allotment, Secured NCDs will be listed on BSE and NSE. NSE shall be the Designated Stock Exchange.

**Mumbai, February 28, 2019:** L&T Finance Limited, one of the leading Systemically Important Non-Banking Financial Services companies in India in terms of total loans outstanding, as of December 31, 2018 is coming out with a public issue of Secured Redeemable Non-Convertible Debentures (“Secured NCDs”) of the face value of Rs. 1,000 each. The Tranche Issue aggregates to Rs. 500 crore, with an option to retain over-subscription up to Rs. 1,000 crores, aggregating up to a total of Rs. 1,500 crore. The Tranche 1 Issue offers various options for subscription and the yield on Redemption of up to 9.35% (per annum). The Tranche 1 Issue opens on March 06, 2019 and closes on March 20, 2019, with an option of early closure or extension.

The Secured NCDs proposed to be issued under this Issue have been rated ‘[ICRA] AAA (stable) (pronounced as ICRA triple -A with Stable outlook)’, CARE AAA / Stable (pronounced as CARE triple A with Stable outlook) and IND AAA / Stable (pronounced as IND triple A with Stable outlook). The rating of NCDs by ICRA, CARE and India Ratings indicate that instruments with this rating are considered to have the highest degree of safety regarding timely servicing of financial obligations. Such instruments carry lowest credit risk.

These Secured NCDs, bearing a fixed rate of interest, are being offered under six different Series.

The terms of each series of NCDs, offered under Tranche 1 Issue are set out below:

Series	I	II	III*	IV	V	VI
Frequency of Interest Payment	Annual	NA	Annual	Monthly	Annual	Monthly
Minimum Application	₹10,000 (10 NCDs) across all Series					
Face Value/ Issue Price of NCDs (₹/ NCD)	₹ 1,000					
In Multiples of thereafter (₹)	₹ 1,000/- (1 NCD)					
Tenor	37 months	37 months	60 months	60 months	120 months	120 months
Coupon (% per annum) for NCD Holders in Category I & II	9.00%	NA	9.10%	8.75%	9.20%	8.84%
Coupon (% per annum) for NCD Holders in Category III & IV	9.10%	NA	9.25%	8.89%	9.35%	8.98%
Effective Yield (% per annum) for NCD Holders in Category I & II	9.00%	9.00%	9.09%	9.10%	9.19%	9.20%
Effective Yield (% per annum) for NCD Holders in Category III & IV	9.10%	9.10%	9.24%	9.25%	9.34%	9.35%
Mode of Interest Payment	Through various mode available					
Amount (Rs / NCD) on Maturity for NCD Holders in Category I & II	₹1,000	₹1,304.93	₹1,000	₹1,000	₹1,000	₹1,000
Amount (Rs / NCD) on Maturity for NCD Holders in Category III & IV	₹ 1,000	₹1,308.64	₹1,000	₹1,000	₹1,000	₹1,000
Put and Call Option	NA	NA	NA	NA	NA	NA

\*Our Company would allot the Series III NCDs, as specified in this Tranche 1 Prospectus to all valid Applications, wherein the Applicants have not indicated their choice of the relevant Series of NCDs.

Net proceeds of the issue will be utilized for the purpose of onward lending, financing, refinancing the existing indebtedness of the Company – [payment of the interest and/or repayment /prepayment of principal of borrowings] (up to 75%) - and the rest (up to 25%) for general corporate purpose.

The Secured NCDs offered through this Tranche 1 Prospectus are proposed to be listed on the BSE & NSE. NSE shall be the designated stock exchange for the Tranche 1 Issue.

The Lead Managers to the Issue are Edelweiss Financial Services Ltd., A K Capital Services Ltd., Axis Capital Ltd. and Trust Investment Advisors Pvt. Ltd.

Catalyst Trusteeship Ltd. is the Debenture Trustee and Link Intime India Pvt. Ltd. is the registrar to the issue.

### **About L&T Finance Ltd.**

L&T Finance Limited is one of the leading Systemically Important Non-Banking Financial Services company in India in terms of total loans outstanding, as of December 31, 2018. Our Promoter is registered with the RBI as a Non-Banking Finance Company – Core Investment Company (“NBFC-CIC”) conducting business through its wholly-owned subsidiaries. The Company is a part of the larger L&T group which is one of the leading business conglomerates in India, with presence across infrastructure, power, heavy engineering, electrical and automation, hydrocarbons, IT and technology services, financial services, project development, metallurgical and material handling, realty, shipbuilding, construction equipment, machinery and industrial products sectors.

Company’s operations are spread throughout India and it has 223 branches in 218 cities across 21 states and 3 union territories, as of December 31, 2018. In addition, for its micro loans business, it has 1,181 meeting centres covering 274 districts across 14 states in India, as of December 31, 2018. The company has 19,649 employees as of December 31, 2018. Each of its businesses is led by senior executives who are, generally, also responsible for certain organizational functions at the group level. Together, they have demonstrated the ability to manage and grow the company’s operations.

**Disclaimer:**

Allotment in the public issue of debt securities will be made on the basis of date of upload of each application into the electronic book of the stock exchange. However, on the date of oversubscription, the allotments will be made to the applicants on proportionate basis. For further details refer section titled “Issue Related Information” on page 48 of the Tranche 1 Prospectus dated February 22, 2019.

The Tranche 1 Issue shall remain open for subscription on Working Days from 10 a.m. to 5 p.m. (Indian Standard Time) during the period indicated above, except that the Tranche 1 Issue may close on such earlier date or extended date as may be decided by the authorised signatory(ies) as authorised by the Board of Directors of our Company pursuant to the resolution dated July 19, 2018 (“Authorised Personnel”). In the event of an early closure or extension of the Tranche 1 Issue, our Company shall ensure that notice of the same is provided to the prospective investors through an advertisement in a daily national newspaper with wide circulation on or before such earlier or extended date of Tranche 1 Issue closure. Applications Forms for the Tranche 1 Issue will be accepted only from 10:00 a.m. to 5:00 p.m. or such extended time as may be permitted by BSE and NSE, on Working Days during the Issue Period. On the Issue Closing Date, Application Forms will be accepted only between 10:00 a.m. to 3:00 p.m. and uploaded until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE and NSE.

For further details please refer Shelf Prospectus and Tranche 1 Prospectus both dated February 22, 2019.

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**DISCLAIMER:** L&T Finance Limited, subject to market conditions and other considerations is proposing a public issue of secured, redeemable non-convertible debentures ("Secured NCDs") and has filed the Shelf Prospectus dated February 22, 2019 and Tranche 1 Prospectus dated February 22, 2019 with the Registrar of Companies, West Bengal at Kolkata, National Stock Exchange of India Limited, BSE Limited and SEBI. The Shelf Prospectus dated February 22, 2019 and Tranche 1 Prospectus dated February 22, 2019 are available on our website [www.ltfs.com](http://www.ltfs.com), on the website of the stock exchanges [www.nseindia.com](http://www.nseindia.com), [www.bseindia.com](http://www.bseindia.com), on the website of SEBI [www.sebi.gov.in](http://www.sebi.gov.in) and the respective web sites of the lead managers at [www.edelweissfin.com](http://www.edelweissfin.com), [www.akgroup.co.in](http://www.akgroup.co.in) [www.axisbank.com](http://www.axisbank.com) and [www.trustgroup.in](http://www.trustgroup.in). Investors proposing to participate in the issue, should invest only on the basis of the information contained in the Shelf Prospectus dated February 22, 2019 and Tranche 1 Prospectus dated February 22, 2019. Investors should note that investment in NCDs involves a high degree of risks and for details relating to the same, please refer to Shelf Prospectus

dated February 22, 2019, including the section on “Risk Factors” beginning on Page 18 of the Shelf Prospectus dated February 22, 2019.

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