

## L&T Finance Limited announces Tranche I of Public Issue of Secured Redeemable Non-Convertible Debentures (Secured NCDs)

- Secured NCDs of a face value of Rs.1,000 each
- The Tranche I Issue includes a Base Issue Size for an amount of Rs. 500 crore (“**Base Issue Size**”) with an option to retain oversubscription upto Rs. 1,000 crore aggregating up to Rs.1,500 crore (“**Tranche I Issue**”)
- The Tranche I Issue is rated as CRISIL AAA / Stable (pronounced as CRISIL 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 I Issue offers effective annualized yield up to 8.64% p.a. on redemption<sup>#</sup>
- The Tranche I Issue opens on December 16, 2019 and closes on December 30, 2019\*
- The Secured NCDs will be listed on BSE and NSE (collectively, “**Stock Exchanges**”). NSE shall be the Designated Stock Exchange.

**Mumbai, December 11, 2019:** L&T Finance Limited (a wholly owned subsidiary of L&T Finance Holdings Limited) 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 I Issue aggregates to Rs. 500 crore, with an option to retain over-subscription upto Rs. 1,000 crore, aggregating upto a total of Rs. 1,500 crore. The Tranche I Issue offers various options for subscription with coupon rates ranging from 8.25% - 8.65% (per annum). The Tranche I Issue opens on December 16, 2019 and closes on December 30, 2019, with an option of early closure or extension.

The Secured NCDs proposed to be issued under this Issue have been rated ‘CRISIL AAA (stable) (pronounced as CRISIL 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 Secured NCDs by CRISIL, 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. There are four categories of investors defined as: Category I (Institutional Investors) Category II (Non- Institutional Investors), Category III (High Net-worth Individuals) and Category IV (Retail Individual Investors).

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

Series	I	II	III	IV**	V	VI
Frequency of Interest Payment	Annual	NA	Monthly	Annual	Monthly	Annual
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	36 months	36 months	36 months	60 months	60 months	84 months
Coupon (% per annum) for NCD Holders in Category I & II	8.25%	NA	7.96%	8.45%	8.15%	8.50%
Coupon (% per annum) for NCD Holders in Category III & IV	8.45%	NA	8.15%	8.60%	8.29%	8.65%
Effective Yield (% per annum) for NCD Holders in Category I & II	8.24%	8.25%	8.25%	8.44%	8.45%	8.49%
Effective Yield (% per annum) for NCD Holders in Category III & IV	8.44%	8.45%	8.45%	8.59%	8.60%	8.64%
Mode of Interest Payment	Through various mode available					

Amount (Rs / NCD) on Maturity for NCD Holders in Category I & II	₹1,000	₹ 1,268.76	₹1,000	₹1,000	₹1,000	₹1,000
Amount (Rs / NCD) on Maturity for NCD Holders in Category III & IV	₹ 1,000	₹ 1,275.81	₹1,000	₹1,000	₹1,000	₹1,000
Put and Call Option	NA	NA	NA	NA	NA	NA

*\*\*Our Company would allot the Series IV NCDs, as specified in the Tranche I 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 the Tranche I Prospectus are proposed to be listed on the BSE & NSE. NSE shall be the Designated Stock Exchange for the Tranche I Issue.

The lead managers to the Issue are Edelweiss Financial Services Limited, A. K. Capital Services Limited, Trust Investment Advisors Private Limited and JM Financial Limited.

IDBI Trusteeship Services Limited is the Debenture Trustee and Link Intime India Private Limited is the registrar to the issue.

#### **About L&T Finance Holdings (Promoter):**

L&T Finance Holdings (LTFH) was incorporated and registered in India under the Indian Companies Act, 1956 on May 01, 2008 as L&T Capital Holdings Limited. The name of the Promoter was changed to L&T Finance Holdings Limited on September 6, 2010. The equity shares of LTFH is currently listed on BSE and NSE. The Company is engaged in non-banking financial services and its primary businesses include infrastructure, housing, rural and investment management. LTFH is registered with the RBI as a Non-Banking Financial Company – Core Investment Company (“NBFC-CIC”) conducting business through wholly-owned subsidiaries.

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Allotment in the public issue of debt securities shall be made on the basis of date of upload of each application into the electronic book of the stock exchanges. However, on the date of oversubscription, the allotments should be made to the applicants on proportionate basis. For further details refer section titled “**Issue Related Information**” on page 53 of the Tranche I Prospectus dated December 9, 2019.

\*The Tranche I 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 I 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, 2019 (“Authorised Personnel”). In the event of an early closure or extension of the Tranche I 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 I Issue closure. Applications Forms for the Tranche I 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 Tranche I Issue Period. On the Tranche I 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 I Prospectus both dated Decembers 9, 2019.

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**DISCLAIMER:** L&T Finance Limited, subject to market conditions and other considerations is proposing a public issue of secured and/or unsecured, redeemable non-convertible debentures and has filed the Shelf Prospectus and Tranche I Prospectus both dated December 9, 2019 with the Registrar of Companies, West Bengal at Kolkata, National Stock Exchange of India Limited, BSE Limited and SEBI. The Shelf Prospectus and Tranche I Prospectus both dated December 9, 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.jmfl.com](http://www.jmfl.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 and Tranche I Prospectus both dated Decembers 9, 2019. The unsecured, redeemable, non-convertible debentures shall be eligible for Tier II capital. 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 December 9, 2019, including the section on "Risk Factors" beginning on Page 20 of the Shelf Prospectus dated December 9, 2019.