



PUNJAB STATE POWER CORPORATION LIMITED
Office Of Financial Advisor, PSPCL Patiala
(DY.FINANCIAL ADVISOR-I)
(Regd.office:PSEB H.O., The Mall Patiala)

To

The Branch Manager

Memo No.

Dy.FA-I/

Dated: 04.01.2011

Subject:- Cash Credit Limit of Rs. 200 crore.

Sir,

Punjab State Power Corporation Limited intends to avail a facility of CC limit of Rs. 200 crore (to be renewed annually) for its working Capital requirements on the following terms:-

| | | |
|---|---|--|
| 1 | Security | The Lender shall be provided Escrow Cover as payment security by entering into Tripartite Escrow Agreement among the (a) Lender, (b)State Bank of Patiala (PSPCL's main banker) and (c) PSPCL, similar to the agreement PSPCL had with Commercial Banks in the past. |
| 2 | Interest | Interest will be serviced on monthly basis. |
| 3 | Rate of Interest | Bank's to quote variable rates linked with Base rate. |
| 4 | Availment | The CC will be availed and repaid on need basis, as and when required on day to day basis. |
| 5 | Processing fee/ commitment charges etc. | Nil |
| 6 | Other collateral security | Nil |

You are requested to submit your offer on the above given terms and conditions. Copy of latest circular regarding Base rate be also enclosed with your offer.

Your offer must reach by 12:30 P.M. on 20.01.2011 in a sealed envelope at the following address, which will be opened immediately thereafter.

Financial Advisor,
Punjab State Power Corporation Ltd.
Seven Storey Building, Room NO. 611,
The Mall Patiala-147001 (Punjab)
Website: www.pspcl.in
Tel: 0175-2213045.

PSPCL reserves the right to reject any or all of the tenders and/or increase/decrease the amount without assigning any reason.

Yours faithfully,

Dy. Financial Advisor-I,
for Financial Advisor
PSPCL, Patiala.