

KVK Nilachal Power Private Limited

IL&FS Financial Services Limited (IFIN), has, on July 13, 2011, completed the syndication of Senior Term Loan facility for Phase II of the 1050 MW (3X 350) Coal based power plant being set up by KVK Nilachal Power Private Limited (KNPPL) at Kandarei village in Cuttack District of Orissa

KNPPL is an SPV promoted by KVK Energy and Infrastructure Private Limited (KEIPL). The project is being implemented in two Phases viz., Phase-I (1x350 MW) and Phase-II (2x350 MW)

The total project cost of Phase –II of the project is Rs 3640 cr. to be financed in a Debt Equity Ratio of 3:1 viz. Senior Debt of Rs. 2730 cr., Deferred Debt / Preference Share Capital (Quasi Equity) of Rs 170 cr., Equity of Rs. 740 cr.

The consortium comprises of six Banks/ FIs and is led by Power Finance Corporation of India. The Term Loan facility, syndicated on a project recourse basis, carries a door to door tenure of 15.5 years. The documents were executed in Delhi on July 13, 2011

IL&FS Financial Services Ltd. has part arranged the limits required for the project, including term debt of Rs. 380 cr., Bank Guarantee Limit of Rs. 182 cr. and Letter of Credit Facility of Rs. 620 cr. from the banks. The facility has been syndicated on a project recourse basis