## NOTICE TO UPDATE THE BONDHOLDERS OF THE PSU BONDS

**Subject: Transfer of 100% shareholding in NEEPCO held bv Govt. of India to NTPC Limited**

**Dear All,**

The Ministry of Power, Govt. of India vide its letter dated 2nd December, 2019 (**Attached**) communicated to NEEPCO that the Cabinet Committee on Economic Affairs (CCEA) had given its 'in principle' approval for strategic sale of the entire Government of India's existing paid up capital in NEEPCO to NTPC along with the transfer of management control.

Pursuant to the applicable clauses of the Debenture Trust Deed, NEEPCO had intimated the same to Debenture Trustees (i.e. to SBICAP Trustee Company Limited) on 8th January, 2020 about the CCEA decision, and requesting our consent for the proposed transaction.

Accordingly, We SBICAP Trustee Co. Ltd. ("Debenture Trustee") vide our letter dated 14th February, 2020 given our consent to proceed with the strategic disinvestment along with transfer of management control of NEEPCO.

Pursuant to the said decision of the Government of India, the Share Purchase Agreement between the Government of India (Seller) and NTPC Limited (Buyer) was signed on 25th March, 2020.

In pursuance to the Share Purchase Agreement dated 25th March, 2020, the entire shares of NEEPCO held in the name of President of India (i.e. Government of India) and its nominee shareholders, have now been transferred to NTPC Limited and its nominee shareholders on 27th March, 2020.

Hence, in order to update the same to all Bond holder for whom we are acting as a Debenture Trustee. We are publishing this notice on our website. The details of the Bond holders are given herein below.

| **Sr. No.** | **Particulars of the Issue** | **Size of the Issue** | **ISIN** |
|---|---|---|---|
| 1 | North Eastern Electric Power Corporation Ltd.- 9.60% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XIVth SERIES. | 2500 Crores | INE636F07183 |
| 2 | North Eastern Electric Power Corporation Ltd.- 9.15% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XVth SERIES. | 600 Crores | INE636F07191 |
| 3 | North Eastern Electric Power Corporation Ltd.- 8.68% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XVIth SERIES. | 900 Crores | INE636F07209 |
| 4 | North Eastern Electric Power Corporation Ltd.- 7.80% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XVIIth SERIES. | 300 Crores | INE636F07217 |
| 5 | North Eastern Electric Power Corporation Ltd.- 7.68% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XVIIIth SERIES | 500 Crores | INE636F07225 |
| 6 | North Eastern Electric Power Corporation Ltd.- 8.75 % Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XIXth SERIES | 300 Crores | INE636F07233 |
| 7 | North Eastern Electric Power Corporation Ltd.- 8.69% Secured Redeemable Non-Convertible Taxable Bonds in the Nature of Debenture for XXI SERIES | 150 Crores | INE636F07258 |

This is for your reference and for record.

O/o the CMD 4069
प्राप्ति सं./Receipt No.
दिनांक/Date 02-12-19

CS/167

**F.No.11/13/2011-H.I**
**Government of India**
**Ministry of Power**
*********

**New Delhi, dated: 2nd December, 2019.**

To,

**The CMDs of NTPC, THDC and NEEPCO.**

**Sub:- Merger of NEEPCO and THDC with NTPC – reg.**

Sir,

I am directed to say that CCEA in its meeting held on 21/11/2019 had given 'in principle' approval for strategic sale of the entire GoI existing paid up share capital in NEEPCO and THDC to NTPC along with the transfer of management control. The Transaction Adviser (TA), Legal Adviser (LA) and Asset Valuer (AV) are being appointed by DIPAM, Ministry of Finance for the transactions.

2. Further, it has been desired by DIPAM that NEEPCO and THDC may appoint Data Room Vendor separately at the earliest. Moreover, concurrence from various third parties, if any, including lenders and joint venture partners, as applicable are necessary. It is also desired that NEEPCO, THDC and NTPC may nominate Nodal Officer who will have direct access to the respective CMDs for coordination of the necessary activities.

3. The details for Joint Venture Agreement/SHA between GoI and GoUP for seeking necessary approval, if any, from GoUP may also be provided by THDCL.

4. The above activities/documents may be completed/furnished to the Ministry by 03/12/2019 positively.

Yours faithfully,

(Mukesh Sawhney)
**Under Secretary to the Government of India**
**Telefax: 23324357**

Company Secretary cum Legal Advisor
Receipt No. 74 Date 2/12/19

O/o the CMD 3277-74
Date 02-12-19

For kind perusal of the CMD please.
Copy forwarded to G.M. (IT) and CS & LA for needful please.
02.12.19

# Cabinet approves strategic disinvestment of CPSEs.

Posted On: 20 NOV 2019 10:25PM by PIB Delhi

The Cabinet Committee on Economic Affairs, chaired by Prime Minister Shri Narendra Modi has accorded 'In-principle' approval for strategic disinvestment in select CPSEs as per the details below:

**(i) Bharat Petroleum Corporation Ltd. (BPCL)**

(a) Strategic disinvestment of Government of India shareholding of 53.29% in Bharat Petroleum Corporation Ltd (except its equity shareholding of 61.65% in Numaligarh Refinery Limited (NRL) and management control thereon) along with transfer of management control to a strategic buyer.

(b) Strategic disinvestment of BPCL's shareholding of 61.65% in NRL along with transfer of management control to a Central Public Sector Enterprise (CPSE) operating in the Oil and Gas Sector.

**(ii) Shipping Corporation of India Ltd. (SCI)**

Strategic disinvestment of Government of India shareholding of 63.75% in Shipping Corporation of India Ltd along with transfer of management control to a strategic buyer.

**(iii) Container Corporation of India Ltd. (CONCOR)**

Strategic disinvestment of Government of India shareholding of 30.8% (out of 54 8% equity presently held by the Government of India) along with transfer of management control to a strategic buyer.

**(iv) Tehri Hydro Development Corporation India Limited (THDCIL)**

Strategic disinvestment of Government of India shareholding of 74.23% in THDCIL along with transfer of management control to an identified CPSE strategic buyer, namely, NTPC.

**(v) North Eastern Electric Power Corporation Limited (NEEPCO)**

Strategic disinvestment of Government of India shareholding of 100% in NEEPCO along with transfer of management control to an identified CPSE strategic buyer, namely, NTPC.

Strategic disinvestment of CPSEs will be undertaken through already established procedure and mechanism.

**Benefits:**

The resources unlocked by the strategic disinvestment of these CPSEs would be used to finance the social sector/developmental programmes of the Government benefiting the public. The unlocked resources would form part of the budget and the usage would come to scrutiny of the public. It is expected that the strategic buyer/ acquirer may bring in new management/technology/investment for the growth of these companies and may use innovative methods for their development.

**Background:**

In 2015, the Government reinitiated the policy of strategic disinvestment in order to open up sectors for private enterprise to bring efficiency in management that would contribute to general economic development. Finance Minister, in her budget speech of 2019, had also announced that in view of current macroeconomic parameters, more CPSEs will be offered for strategic disinvestment. Strategic Disinvestment is guided by the basic economic principle that the Government should discontinue its engagement in manufacturing/producing goods and services in sectors where the competitive markets have come of age, and such entities would most likely perform better in the private hands due to various factors e.g. technology up-gradation and efficient management practices; and would thus add to the GDP of the country.

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VRRK/SC/SH

(Release ID: 1592540)