

DICLOSURE DOCUMENT



TAMILNADU ELECTRICITY BOARD

Registered Office: N.P.K.R.R. Maaligai, Electricity Avenue, 144 Anna Salai,
Chennai - 600 002
Ph : (044) 28521561, 28521080 Fax : (044) 28521561, 28521210

9.85% TNEB BONDS SERIES 2/2008-09 (Irrevocably and Unconditionally Guaranteed by the Govt. of Tamil Nadu)

PERFORMANCE HIGHLIGHTS

High Safety - Repayment of principal and interest irrevocably and unconditionally guaranteed by the Government of Tamil Nadu.

LA+(SO) by ICRA and A(ind)(SO) by FITCH reflects the GoTNs continued superior debt servicing capacity as exhibited by the low deficit and debt levels and high interest coverage ratio as compared to other states

TNEB has been servicing timely its debt. TNEB has also kept its receivables and creditors under control, which reflects very positive on its cash flow management and collection efficiency of T.N.E.B is 99%, which is the highest amongst the SEBs.

Plant Load Factor at 81.59% against base norms of 69.90%

Transmission and distribution losses at 18% as against average of 32-36% in neighbouring States and this is lower than the All India average.

Advisor & Sole Lead Arrangers



SPA Merchant Bankers Ltd
25, C-Block
Community Centre, Janak Puri
New Delhi-58
Ph – 011-25515086/25517371
Fax – 011-25572763

Debenture Trustee	Registrar And Transfer Agent	Bankers to the issue
 <p>Canara Bank Debenture Trustee Department Executer, Trustee & Taxation Sector Canara Bank BSE Towers, 51st Cross J C Road, Bangalore- 560027 Tel-(080) 22239186/22223170 Fax – (080) 22233849</p>	 <p>Integrated Enterprises (India) Limited 2nd floor, Kences Towers, 1, Ramakrishna Street, Noth Usman Road T.Nagar, Chennai - 600 017, Tel No: 28140801/03 . Fax: 28142479</p>	<p>State Bank of india Mount Road Chennai Indian Overseas Bank Mount Road Chennai</p>

Issue Schedule

Offer Opening Date	23 rd December 2008
Offer Closing Date	24 th December, 2008
Deemed Date of Allotment	26 th December, 2008

The issuer reserves the right to close the issue earlier from the aforesaid date or change the issue time table including the Deemed Date of Allotment at its sole discretion, without giving any reasons or prior notice.

Definitions/Abbreviations Used

TNEB:	Tamil Nadu Electricity Board
BSE:	Bombay Stock Exchange, Mumbai
CA:	Chartered Accountant
CAR:	Capital Adequacy Ratio
CRISIL:	Credit Rating Information Services of India Limited
CMD:	Chairman and Managing Director
CDSL:	Central Depository Services Limited
DDA:	Deemed Date of Allotment
ED:	Executive Director
FI:	Financial Institution
ITA:	Income Tax Act
GPFA:	General Provident Fund Act
MS:	Member Secretary
NAV:	Net Asset Value
NOC:	No Objection Certificate
NPA:	Non-Performing Assets
NSDL:	National Securities Depository Limited
RBI:	Reserve Bank of India
ROC:	Registrar of Companies
SEBI:	Securities and Exchange Board of India