



**SUMMARY TERM SHEET (Secured Tax-free 2011 HUDCO Bonds – Series B)**

Instrument	Secured, Redeemable, Non-Convertible, Non-cumulative, Tax-free Bonds in the nature of Promissory notes issued on Private Placement basis
Face Value	Rs.1,00,000 per Bond
Form of Issuance	Dematerialized
Minimum Application Size	1 bond
Trading	Trading in Demat only
Listing	Proposed to be listed on NSE
Interest Payment	Annually, on the interest payment date which is 1 year from the date of allotment and subsequently every year on the same date till the date of redemption.
Issue Size	RS. 200 CRORE PLUS GREEN SHOE OPTION
Rating	HUDCO's Credit Rating for the proposed bond issue is affirmed at 'AA+' by Fitch Ratings India Private Limited and CARE Ratings. Instruments with this rating are considered to offer high safety for timely servicing of debt obligations and carry very low credit risk.
Maturity & Redemption	Option I :At par 10 year from the date of allotment Option II : At par 15 year from the date of allotment
Coupon rate	Option I : 7.62% p.a. fixed payable annually Option II :7.83 % p.a. fixed payable annually
Interest Payment Date	Option I & II : 1 year from the date of allotment & every year on the same date till the date of redemption
Issue & Redemption Price	At par
Deemed date of allotment	11.11.2011
Interest on application money	At coupon rate from the date of credit in HUDCO's account till a day prior to the deemed date of allotment.
Trustees	PNB Investment Services Ltd.
Registrar & Transfer Agent	M/s Karvy Computer Share Pvt. Ltd.
Minimum subscription of debt security	Application should be for a minimum one bond
Issue Time Table: Issue opening date Issue closing date	13.10.2011 31.10.2011
Pay – in – dates	During the issue period. (The Company reserves the right to shift the Pay in Dates. The Company may at its sole discretion accept the subscription amount after the Pay in Date.)
Record Date	The record date for interest payment and for the redemption of the bonds will be a day immediately preceding book closure period i.e. 15 days prior to the interest payment / redemption date. Interest payment/repayment will be made to the bondholders as appearing in the beneficiary position on the record date.
Security	The bonds proposed to be issued are Secured by a floating first paripassu charge on present & future receivables of HUDCO to the extent of amount mobilized under the issue. HUDCO reserves its right to create first paripassu charge on present & future receivables for its present & future financial requirements.