



Public Issue of Shriram Transport Finance Company Ltd. Secured Redeemable NCD

TERM SHEET

Issuer	Shriram Transport Finance Company Limited
Issue	Public Issue of Secured Redeemable NCDs aggregating upto Rs.375 Crores with an option to retain over-subscription upto Rs.375 Crores.
Issue Opens	16 th July 2013
Issue Closes	29 th July 2013
Listing	Proposed to be listed in BSE & NSE
Mode of Allotment	Both in Physical & Demat form ^
Trading	In dematerialized form only
Minimum Application	10,000/- (10 NCDs)
Depositories	NSDL and CDSL
Rating	CRISIL AA/Stable & AA + by CARE
Basis of allotment	First Come First Serve Basis
Interest on application	9.00% p.a.
Interest on refund money	2.50% p.a.

Terms of the Issue

Series	I		II		III		IV	V
Frequency of Interest Payment	Annual		Annual		Monthly		Not Applicable	Not Applicable
Minimum Application	Rs10,000/- (10 NCDs) (for all Series of NCDs, namely Series I, Series II, Series III, Series IV and Series V either taken individually or collectively)							
In Multiples of	Rs.1,000 (1 NCD)		Rs.1,000 (1 NCD)		Rs.1,000 (1 NCD)		Rs.1,000 (1 NCD)	Rs.1,000 (1 NCD)
Face Value of NCDs(Rs. / NCD)	Rs.1,000		Rs.1,000		Rs.1,000		Rs.1,000	Rs.1,000
Coupon (% per annum) - (A)	[9.65%]		[9.80%]		[9.40%]		Not Applicable	Not Applicable
Additional Incentive on Coupon (% per annum) on Any Record Date - (B)	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals	Not Applicable	Not Applicable
	[1.25%]	Nil	[1.35%]	Nil	[1.23%]	Nil		
Aggregate of Coupon and Additional Incentive	NCD Holders	NCD Holders	NCD Holders	NCD Holders	NCD Holders	NCD Holders	Not Applicable	Not Applicable

Series	I		II		III		IV		V	
on any Record Date (% per annum) = (A) + (B)	who are Individuals	who are Non Individuals	who are Individuals	who are Non Individuals	who are Individuals	who are Non Individuals				
	[10.90%]	[9.65%]	[11.15%]	[9.80%]	[10.63%]	[9.40%]				
Effective Yield (% per annum) on any Record Date	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals
	[10.90%]	[9.65%]	[11.15%]	[9.80%]	[11.15%]	[9.80%]	[10.90%]	[9.65%]	[11.15%]	[9.80%]
Tenor	Thirty six months		Sixty months		Sixty months		Thirty six months		Sixty months	
Redemption Date	36 months from the Deemed Date of Allotment.		50% redemption at the end of 48 months and redemption of the balance 50% at the end of 60 months from the Deemed Date of Allotment.		60 months from the Deemed Date of Allotment.		36 months from the Deemed Date of Allotment.		50% redemption at the end of 48 months and redemption of the balance 50% at the end of 60 months from the Deemed Date of Allotment.	
Redemption Amount (Rs./NCD)	Repayment of the Face Value plus any interest at the applicable Coupon that may have accrued at the Redemption Date plus Additional Incentives may be applicable for Individual NCD Holders		Re-payment of 50% of the Face Value of the NCDs at the end of the 48 months and the remaining 50% of the Face Value of the NCDs at the end of the 60 months.		Repayment of the Face Value plus any interest at the applicable Coupon that may have accrued at the Redemption Date plus Additional Incentive as may be applicable for Individual NCD Holders		NCD Holders who are Individuals	NCD Holders who are Non Individuals	NCD Holders who are Individuals	NCD Holders who are Non Individuals
							Rs [1,364.33] per NCD	Rs [1,318.67] per NCD	Rs. 763.37 per NCD* at the end of the 48 months and Rs. 848.48 per NCD* at the end of 60 months]	Rs.726.93 per NCD* at the end of the 48 months and Rs. 798.17 per NCD* at the end of 60 months

Category Wise Issue Allocation

Category I - QIB	Category II - Corporate	Category III - HNI	Category IV - Individual
Upto 10% of Overall Issue Size*	Upto 10% of Overall Issue Size*	Upto 30% of Overall Issue Size*	Upto 50% of Overall Issue Size*
*on first come first serve basis to be determined on the basis of date of receipt of applications duly acknowledged by the Bankers to the Issue			

Who can apply?

The following categories are eligible to apply in the Issue:

Category I – Institutional Investors

- Resident public financial institutions as specified in Section 4 A of the Companies Act authorized to invest in the NCDs;
- Statutory corporations, commercial banks, co-operative banks and regional rural banks incorporated in India and authorized to invest in the NCDs;
- Indian Provident funds, pension funds, superannuation funds and gratuity funds, authorized to invest in the NCDs;
- Indian alternative investment funds registered with SEBI;
- Indian insurance companies registered with the IRDA;
- Indian Mutual Funds registered with SEBI;
- National Investment Fund set up pursuant to the resolution F. No. 2/3/2005-DD-II dated November 23, 2005 by the Government of India; and
- Insurance funds set up and managed by the Indian army, navy or the air force of the Union of India or by the Department of Posts, India

Category II – Non Institutional Investors

- Companies, bodies corporate and societies, registered under the applicable laws in India, and authorized to invest in the NCDs;
- Trusts settled under the Indian Trusts Act, 1882, public/private charitable/religious trusts settled and/or registered in India under applicable laws, which are authorized to invest in the NCDs;
- Resident Indian scientific and/or industrial research organizations, authorized to invest in the NCDs;
- Partnership firms formed under applicable laws in India in the name of the partners, authorized to invest in the NCDs; and
- Limited Liability Partnerships formed and registered under the provisions of the Limited Liability Partnership Act, 2008 (No. 6 of 2009), authorized to invest in the NCDs.

Category III – High Net-worth Individuals, ("HNIs")

- Resident Indian individuals who apply for NCDs aggregating to a value more than ` 5 lacs, across all Series of NCDs; and
- Hindu Undivided Families through the Karta who apply for NCDs aggregating to a value more than ` 5 lacs, across all Series of NCDs.

Category IV – Retail Individual Investors

- Resident Indian individuals who apply for NCDs aggregating to a value not more than ` 5 lacs, across all Series of NCDs; and
- Hindu Undivided Families through the Karta who apply for NCDs aggregating to a value not more than ` 5 lacs, across all Series of NCDs.

^ All Series of NCDs except for Series III NCDs will be allotted in the dematerialized form and/or the physical form, at the option of the Applicant. Series III NCDs will be allotted compulsorily in the dematerialized form.