



SREI EQUIPMENT FINANCE LIMITED

Public Issue of Secured and Unsecured Redeemable Non-Convertible Debentures

TERM SHEET

Issuer	Srei Equipment Finance Limited
Issue size	Base issue size of Rs 150 crore with an option to retain oversubscription of Rs 150 crore aggregating upto Rs. 300 Crore.
Issue Opening Date	December 19, 2018
Issue Closing Date**	January 18, 2019
Face Value	Rs. 1,000 each (For all options of NCDs)
Minimum application	Rs. 10,000 (10 NCD) collectively across all Options
In multiples of	One NCD (Rs. 1,000/-)
Listing	The Bonds are proposed to be listed on BSE within 6 Working Days from the respective Tranche Issue Closing Date.
Issuance mode of the instrument	Dematerialized form
Depositories	NSDL and CDSL
Registrar	Karvy Fintech Private Limited
Credit Rating	Credit Rating of "ACUITE AA+/Stable" from Acuité Ratings & "BWR AA+/stable" by Brickwork
Basis of allotment	First come First serve
Interest on application	N.A
Mode of Submission of Application Forms	ASBA
Put and Call Option	N.A.
Deemed Date of Allotment	Deemed Date of Allotment shall be the date on which the Members of the Authority or Bond Committee thereof approves the Allotment of the Bonds for each Tranche Issue or such date as may be determined by the Members of the Board of the Issuer or Bond Committee thereof and notified to the Stock Exchange(s). All benefits relating to the Bonds including interest on Bonds (as specified for each Tranche Issue by way of Tranche Prospectus) shall be available to the Bondholders from the Deemed Date of Allotment. The actual allotment of Bonds may take place on a date other than the Deemed Date of Allotment.
Nature of Issue	Public Issue of Secured and Unsecured Redeemable Non Convertible Debentures.

**The Issue shall remain open for subscription on Working Days from 10 A.M. to 5 P.M. (Indian Standard Time) during the period indicated above, except that the Issue may close on such earlier date or extended date as may be decided by the Board/Committee of Directors, as the case maybe, subject to necessary approvals. In the event of an early closure or extension of the Issue, our Company shall ensure that notice of the same is provided to the prospective investors through advertisements in a leading national daily newspaper with wide circulation on or before such earlier date of Issue Closure or initial date of Issue closure, as the case may be. On the Issue Closing date, the Application Forms will be accepted only between 10 a.m. to 3 p.m. (Indian Standard Time) and uploaded till 5 p.m. or such extended time as may be permitted by the Stock Exchange.

Category Wise Issue Allocation :-

Category I - Institutional (QIB)	Category II – Non-Institutional (Corporate)	Category III – Individual Investors
20% of Overall Issue Size*	20% of Overall Issue Size*	60% of Overall Issue Size*
Rs. 60 Crores	Rs. 60 Crores	Rs. 180 Crores
*On first come first serve basis to be determined on the basis of the bid uploads made with the scheduled Stock Exchanges.		

SPECIFIC TERMS FOR EACH SERIES OF NCDs

Series	I	II	III	IV***	V	VI	VII	VIII	IX
Frequency of Interest Payment	N.A.	Annual	Monthly	Annual	N.A.	Monthly	Annual	N.A.	Annual
Nature of Instruments	Secured NCD		Secured NCD			Secured NCD			Unsecured NCD
Tenor from Deemed Date of Allotment	400 days		3 Years			5 Years			10 Years
Minimum Application	Rs. 10,000/- (10 NCDs) across all Series collectively								
Face Value/Issue Price of NCDs (Rs/ NCD)	Rs. 1,000/-								
In Multiples of (Rs) thereafter	Rs. 1,000/- (1 NCD)								
Coupon (% per annum) for Category I, Category II & Category III Investor(s)	N.A.	9.75%	9.81%	10.25%	N.A.	10.05%	10.50%	N.A.	10.75%
Effective Yield (per annum) for Category I, Category II & Category III Investor(s)	9.81%	9.85%	10.25%	10.29%	10.25%	10.52%	10.53%	10.50%	10.76%
Mode of Interest Payment	Through various modes available.								
Amount (Rs/NCD) on Maturity for Category I, Category II & Category III Investor(s)	1,108	1,000	1,000	1,000	1,341	1,000	1,000	1,648	1,000
Maturity Date (from Deemed Date of Allotment)	400 days		3 Years			5 Years			10 Years

*** Our Company shall allocate and allot Series IV NCDs wherein the Applicants have not indicated their choice of the relevant NCD Series.

For all category of Investors in the proposed Issue and who are holders of NCD(s)/Bond(s) previously issued by our Company and/ or Srei Infrastructure Finance Limited ("SIFL") and/or are equity shareholder(s) of SIFL and/or Senior Citizens and/or are existing employees of Srei Group on the Deemed Date of Allotment and who have subscribed for Series III, Series IV, Series VI, Series VII and/or Series IX NCDs shall be eligible for additional incentive of 0.25 % p.a. provided the proposed NCDs are held by the investors on the relevant Record Date applicable for payment of respective coupons in respect Series III, Series IV, Series VI, Series VII and/or Series IX NCDs and are NCD Holders on the Record Date for redemption of NCD in case of Series III, Series IV, Series VI, Series VII and/or Series IX NCDs.

For all category of Investors in the proposed Issue and who are holders of NCD(s)/Bond(s) previously issued by our Company and/ or SIFL and/or are equity shareholder(s) of SIFL and/or Senior Citizens and/or exiting employees of Srei Group on the Deemed Date of Allotment applying in Series V and/or Series VIII NCDs, the maturity amount at redemption along with the additional yield would be **Rs. 1,350/-** per NCD, and Rs. 1,667/- per NCD respectively.

Any category of Investors subscribing to Series I NCDs and Series II NCDs shall not be eligible for any additional incentive, regardless of their qualifications as mentioned hereinabove.

On any relevant Record Date, the Registrar and/or our Company shall determine the list of the Primary holder(s) of this Issue and identify such Investor/ NCD Holders, (based on their DP identification and /or PAN and/or entries in the Register of NCD Holders) and make the requisite payment of additional incentive.

The additional incentive will be given only on the NCDs allotted in this Issue i.e. to the Primary holder(s). In case if any NCD is bought/acquired from secondary market or from open market, additional incentive will not be paid on such bought/acquired NCD.

In case the Primary holder(s) sells/gifts/transfer any NCDs allotted in this public issue, additional incentive will not be paid on such sold/gifted/transferred NCD except in case where NCDs are transferred to the Joint holder/Nominee in case of death of the primary holder.

Senior Citizen(s) have to provide self -attested copy of PAN card as additional KYC document for the eligibility of additional incentive of 0.25% per annum. Employees have to provide a copy of employee ID card or written certificate from human resource department of Issuer along with the application form to avail additional coupon of 0.25% p.a.

Who can apply:-

Category I – Institutional Investors

- Public Financial Institutions, Scheduled Commercial Banks, Indian multilateral and bilateral Development Financial Institutions who are authorized to invest in the NCDs;
- Provident funds and Pension Funds with minimum corpus of Rs. 2500.00 lacs , superannuation Funds and gratuity Funds, which are authorized to invest in the NCDs;
- Venture Capital Funds and/or Alternative Investment Funds registered with SEBI;
- Insurance companies registered with the IRDA;
- Insurance funds set up and managed by the army, navy or air force of the Union of India;
- Insurance funds set up and managed by the Department of Posts of the Union of India;
- Systemically Important Non-Banking Financial Companies, Non-Banking Financial Companies registered with the Reserve Bank of India and having a net worth of more than Rs. 50,000 lakh as per the last audited financial statements; and
- National Investment Fund set up by resolution no. F. No. 2/3/2005-DDII dated November 23, 2005 of the Government of India published in the Gazette of India;
- State Industrial Development Corporations;
- Mutual Funds registered with SEBI.

Category II – Non Institutional Investors:-

- Companies within the meaning of section 2(20) of the Companies Act, 2013
- Statutory bodies/corporations/ societies registered under applicable laws in India and authorized to invest in the NCDs;
- Cooperative banks and Regional Rural Banks;
- Trusts including public/ private charitable/religious trusts which are authorized to invest in the NCDs;
- Scientific and/or industrial research organizations, which are authorized to invest in the NCDs;
- Partnership firms in the name of partners;
- Limited Liability Partnerships formed and registered under the provisions of the Limited Liability Partnership Act, 2008 (No. 6 of 2009);
- Association of persons;
- Any other incorporated and/or unincorporated body of persons

Category III - High Net-worth Individual, Investors :-

- Resident Indian individuals and
- Hindu Undivided Families through the Karta.

Please note that Persons Resident outside India shall not be eligible to participate in the Issue and any applications from such persons shall be liable to be rejected.

With reference to the SEBI Circular dated 27th July 2012 - All Debt issue applications must be bidded before getting submitted with the collecting bankers. Kindly ensure to bid applications at RR offices before banking. RR will not be responsible for any non allotment of applications banked without bidding.

Application forms will be available on www.rrfinance.com

Get in touch with us:

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