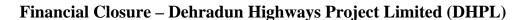
IL&FS Financial Services Limited

July 23, 2010





(L to R- Sabyasachi Mukherjee- IFIN, Joy Saxena-ERA, J.L Khushu- ERA, G.P Bose- Bank Of India)

IL&FS Financial Services Ltd (IFIN) has successfully completed the senior debt syndication for Dehradun Highways Project Limited (DHPL). DHPL is a special purpose vehicle sponsored by Era Infra Engineering Limited and its technical partner OJSC SIBMOST, a leading Russian construction company

DHPL has been formed for development of 4 Laning of the Haridwar – Dehradun section from km 211.000 to km 218.2000 of NH-58 and km 165.000 to km 196.825 of NH-72 (approximately 39.03 Km) on DBFOT Annuity basis under NHDP-III in state of Uttarakhand

The Concession Agreement was executed with National Highway Authorities of India (NHAI) on February 24, 2010 for a period of 20 years including construction period of 2 years. The project is scheduled to achieve commercial operations by August 2012

IFIN is the Sole Advisor and Arranger for the senior debt requirement of the project.

The total project cost has been estimated at Rs. 691.41 Cr to be funded in debt: equity ratio of 77:23 the senior debt requirement of Rs. 528.45 Cr has been syndicated on a consortium banking format consisting of seven banks. The Financing documents have been executed with the participating banks on July 23, 2010 at New Delhi. The debt requirement for the project has been arranged at a rate of interest of 10.00% p.a. and door-to-door tenor of 15 years