

## PRESS RELEASE

### L&T Infrastructure Finance closes the \$ 100 million ECB from AIIB for Renewable Energy Finance

**July 7, 2020, Mumbai, India:** L&T Infrastructure Finance Company Ltd. (LTIF), the wholly owned subsidiary of L&T Finance Holdings Ltd., has received the first tranche of \$ 50 million of the total \$ 100 million ECB loan from Asian Infrastructure Investment Bank (AIIB), a multilateral development bank that invests in sustainable infrastructure. This development marks AIIB's first loan to a non-banking financial company (NBFC) in India.

The loan proceeds will be used to on-lend to large and mid-scale wind and solar power infrastructure projects in India. LTIF's collaboration with AIIB will also help the company bolster its environmental and social capabilities, which will enable it to tap the international market for green finance, in the future. The proposed financing supports AIIB's Sustainable Energy for Asia Strategy and Strategy on Mobilizing Private Capital for Infrastructure.

L&T Infrastructure Finance is a leading arranger and financier of renewable energy in India. With the closure of this financing deal with AIIB, LTIF has further diversified its long-term funding sources.

**Mr. Dinanath Dubhashi, Managing Director & CEO, L&T Finance Holdings said,** " Investments from an organization like AIIB, that follows a stringent due diligence process of the company's capacity, viability, past performance and regulatory compliances, before any investments, reiterates our commitment to green project financing. Our lending to clean energy goes beyond the actual book and we have today built an ecosystem for all stakeholders to be a part of the green energy initiative. We firmly believe that renewable power holds great potential in fighting the dual challenge of climate change and the ever-growing demand for energy."

LTIF has initiated the establishment of an Environment & Social Monitoring System that will be expanded to include screening, categorizing, appraisal, contracting and monitoring of subprojects supported by AIIB in accordance with the AIIB Environmental and Social Standards (ESS).

**About L&T Finance Holdings:** LTFH ([www.ltfh.com](http://www.ltfh.com)) is a financial holding company offering a focused range of financial products and services across rural, housing and infrastructure finance sectors, as well as in mutual fund products, through its wholly-owned subsidiaries, viz., L&T Finance Ltd., L&T Housing Finance Ltd., L&T Infrastructure Finance Company Ltd., L&T Infra Debt Fund Limited and L&T Investment Management Ltd. LTFH is registered with RBI as a CIC-ND-SI <sup>(1)</sup>

LTFH is promoted by Larsen & Toubro Ltd. ("L&T") ([www.larsentoubro.com](http://www.larsentoubro.com)), one of the leading companies in India, with interests in engineering, construction, electrical & electronics manufacturing & services, IT and financial services.

<sup>(1)</sup> Systemically Important Core Investment Company, a classification of Non-Banking Financial Company (NBFC) by RBI

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**About AIIB:** The Asian Infrastructure Investment Bank (AIIB) is a multilateral development bank with a mission to improve social and economic outcomes in Asia. Headquartered in Beijing, AIIB began operations in January 2016 and has now grown to 102 approved members worldwide. By investing in sustainable infrastructure and other productive sectors in Asia and beyond, AIIB intends to better connect people, services and markets that over time will impact the lives of billions and build a better future. For more information, visit [www.aiib.org](http://www.aiib.org)

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