

Mr. Sandeep Modi
Executive Director (Finance),
Chhattisgarh State Power Distribution Company Limited,
6, Vidyut Sewa Bhavan, Dangania,
Raipur, Chhattisgarh – 492 013
Tel: 077-2574340

December 30, 2015

Kind Attn: Mr. Sandeep Modi, Executive Director (Finance)

Dear Sir,

Re: Chhattisgarh State Power Distribution Company Limited's (CSPDCL) bonds and working capital limit guaranteed by Government of Chhattisgarh (GoCG).

India Ratings and Research (Ind-Ra) has affirmed Chhattisgarh State Power Distribution Company Limited's (CSPDCL) INR2.575bn bonds (CSPDCL Bonds Issue 2014-15) at 'IND A(SO)' and its proposed INR2.425bn bonds at 'Provisional INDA(SO)'. Ind-Ra has also assigned CSPDCL's INR5bn working capital limit an 'IND A(SO)' rating. The Outlook on all the ratings is Stable.

Details of the issue mentioned in the Annexure

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security or in a given jurisdiction.

The manner of India Ratings' factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in the jurisdiction in which the rated security is offered and sold and/or the issuer is located, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

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India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

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It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

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In this letter, "**India Ratings**" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings



Dr. Devendra Pant
Senior Director



Dr. Sunil Sinha
Director

Annexure 1: Bank Facilities

Bank	Amount	Rating
Working Capital/Cash Credit Limits		
Union Bank of India, Raipur	INR5bn	IND A(SO)

Abhinav