

BRSP6UT2



III. TERMS OF THE PRESENT PLACEMENT

Issuer	The Bank of Rajasthan Limited
Issue Size	Rs. 50 crores plus a green shoe option
Instrument	Unsecured, Redeemable, Non-Convertible Subordinated (Upper Tier II) Bonds in the nature of Promissory notes
Denomination (Face value)	Rs. 10,00,000/- (Rs. Ten Lakh only) per one bond
Rating	"ICRA L BBB +" (L Triple B Plus)
Tenure	15 years
Fixed Coupon	10.50% for the first 10 years and Step-up coupon rate of 11.00% p.a. for the last 5 years if call option is not exercised at the end of 10 th year from the Deemed Date of Allotment
Coupon Frequency	Semi-Annual
Put Option	None
Call option	At par at the end of 10 th year from the Deemed Date of Allotment (with the prior approval of RBI)
Redemption/ Maturity	At par at the end of 15 th year from the Deemed Date of Allotment
Interest on Application Money	Interest shall be payable at the coupon rate from the date of realization of cheques/ draft till one day prior to the deemed date of allotment.*
Form of issuance	Dematerialized (electronic credit)
Listing	Proposed Listing on BSE
Object of the Bond Placement	Upper Tier II Capital for capital adequacy requirements and enhancing long-term resources of the Bank.
Deemed Date of Allotment	September 15, 2006 (The Bank reserves the right to extend the deemed date of allotment at its sole discretion)
Minimum subscription per investor	5 Bonds. Thereafter in multiples of one bond
Placement opening date	August 28, 2006
Placement closing date	September 12, 2006 (The Bank reserves the right to extend the closing date at its sole discretion)

* Subject to TDS as applicable. Investors are advised to read the Information Memorandum for more details.