

## **MEDIA RELEASE**

### **RELIANCE INFRASTRUCTURE BOARD CONDUCTS STRATEGIC REVIEW OF BUSINESSES**

**DEFENCE SECTOR WILL BE PRIMARY DRIVER FOR COMPANY'S FUTURE GROWTH**

**BOARD APPROVES DISPOSAL OF CEMENT BUSINESS AND RELATED ASSETS  
DUE DILIGENCE PROCESS COMMENCED  
SEVEN POTENTIAL BUYERS SHORTLISTED**

**BOARD APPROVES MONETISATION OF 11 ROAD PROJECTS OF ~ 1,000 KMS  
TOTAL INVESTMENT OF RS. 8,800 CRORE - FORMAL PROCESS INITIATED**

**Mumbai, November 04, 2015:** The Board of Directors of the Company today reviewed the progress on proposed acquisition of Pipavav Defence & Offshore Engineering Co. Ltd as well as significant business opportunities across the Defence sector.

**The Board noted that new high growth opportunities in the Defence sector, arising from the Make in India and Skill India policies of the Hon'ble Prime Minister, Shri Narendra Modi, serves vital national priorities, and are characterised by several attractive features, comprising:**

- 1. Relatively lower capital intensity;**
- 2. Lower gestation period;**
- 3. Minimal regulatory uncertainties;**
- 4. Higher job creation;**
- 5. Potential for superior Return on Equity.**

Accordingly, in the interest of achieving the highest overall shareholder value for the benefit of millions of retail and institutional domestic and international investors of the Company, the Board at a meeting held today took the following decisions:

- 1. The Defence sector will be the primary driver of future growth for the Company**
- 2. The 5.6 million tonnes per annum Cement business and related assets of the Company will be disposed off through a formal process. The Company has shortlisted 7 potential buyers from a total of 15 parties that submitted preliminary Expression of Interest. The Due Diligence process has commenced. Further announcements will be made at the appropriate stage.**
- 3. The investment of Rs. 8,800 crore made by the Company in its 100% owned Roads business, comprising 11 revenue generating projects of approx. 1,000 kms. across 7 States, will be appropriately monetised. A formal process has been initiated, and has attracted significant interest from strategic and portfolio institutional investors in India and overseas. Further announcements will be made at the appropriate stage.**

### **Reliance Infrastructure Limited**

Reliance Infrastructure Ltd (RInfra) is one of the largest infrastructure companies, developing projects through various Special Purpose Vehicles (SPVs) in several high growth sectors within the infrastructure space such as Power, Roads, Metro Rail, Cement and Defence.

RInfra is also a leading utility company having presence across the value chain of power businesses i.e. Generation, Transmission, Distribution, and Power Trading.

RInfra through its SPVs has executed a portfolio of infrastructure projects such as a metro rail project in Mumbai on build, own, operate and transfer (BOOT) basis; eleven road projects of approx. 1,000 kms on build, operate and transfer (BOT) basis and cement plants of a total capacity of 5.6 million tonnes in Madhya Pradesh, Maharashtra and Uttar Pradesh. Two plants of 5 MPTA each at Maihar (Madhya Pradesh) and Mukatban (Yavatmal district of Maharashtra) are under execution.

RInfra also provides Engineering, Procurement and Construction (EPC) services for developing power and road projects.

The company has recently entered into the defence sector. The Maharashtra Government has allotted 290 acres of land at Mihan near Nagpur for the development of India's first smart city for the defence sector, known as Dhirubhai Ambani Aerospace Park (DAAP). RInfra has also announced the proposed acquisition of Pipavav Defence and Offshore Engineering Co. Ltd. (PDOE), which houses India's largest dry dock facility to build warships and other naval vessels.