



25th March 2015
BJ/SH-L2/

BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Bldg., PJ Towers
Dalal Street, Fort
Mumbai – 400 001.

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai – 400 051.

Dear Sirs,

**Share Purchase Agreement in relation to the
120 MW Itezhi Tezhi hydropower project in Zambia**

The Company has entered into a Share Purchase Agreement (SPA) with Tata Africa Holdings (SA) (Pty) Ltd. for formalizing the acquisition of their 50% shareholding in Itezhi Tezhi Power Corporation Ltd (ITPC).

ITPC, a 50-50 joint venture with the Zambian parastatal utility ZESCO Limited (ZESCO), is a special purpose vehicle which has been setup to build and operate a 120 MW hydro power plant in Itezhi Tezhi district in Zambia. ITPC has a 25 year Power Purchase Agreement with ZESCO and is expected to commission the power plant by Q4 2015.

The closing will be subject various approvals and consents as required under applicable law.

The Press Release to be issued by the Company is attached for your ready reference.

Yours faithfully,
For The Tata Power Company Limited

(H. M. Mistry)
Company Secretary

Encl.

TATA POWER

The Tata Power Company Limited

Registered Office Bombay House 24 Homi Mody Street Mumbai 400 001

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Tata Power enters into a Share Purchase Agreement in relation to the 120 MW Itezhi Tezhi hydropower project in Zambia

Mumbai, March 23rd, 2015 - Tata Power, India's largest integrated power company has entered into a Share Purchase Agreement (SPA) with Tata Africa Holdings (SA) (Pty) Ltd. for formalizing the acquisition of their 50% shareholding in Itezhi Tezhi Power Corporation Ltd (ITPC).

ITPC, a 50-50 joint venture with the Zambian parastatal utility ZESCO Limited (ZESCO), is a special purpose vehicle which has been setup to build and operate a 120 MW hydro power plant in Itezhi Tezhi district in Zambia. ITPC has a 25 year Power Purchase Agreement with ZESCO and is expected to commission the power plant by Q4 2015.

The closing will be subject various approvals and consents as required under applicable law.

Speaking on this development, Mr. **Anil Sardana, Managing Director, Tata Power** stated, *"We are happy to announce our formally acquiring this project in Zambia from Tata Africa, which holds the shares as of now. We hope to leverage each of the African venture and our association to become a relevant local player in African Power system. Through this project, we hope to create value for the people of Zambia whilst maximizing shareholder value in line with our vision. We also hope that with this association we can look forward to forging further relationships in Zambia too"*

About Tata Power:

Tata Power is India's largest integrated power company with a growing international presence. The Company together with its subsidiaries and jointly controlled entities has an installed gross generation capacity of [8623] MW in India and a presence in all the segments of the power sector viz. Fuel Security and Logistics, Generation (thermal, hydro, solar and wind), Transmission, Distribution and Trading. It has successful public-private partnerships in Generation, Transmission and Distribution in India namely "Tata Power Delhi Distribution Limited" with Delhi Vidyut Board for distribution in North Delhi, 'Powerlinks Transmission Ltd.' with Power Grid Corporation of India Ltd. for evacuation of Power from Tala hydro plant in Bhutan to Delhi and 'Maithon Power Ltd.' with Damodar Valley Corporation for a 1050 MW Mega Power Project at Jharkhand. Tata Power has developed the country's first 4000 MW Ultra Mega Power Project at Mundra (Gujarat) based on super-critical technology. It is also one of the largest renewable energy players in India. Its international presence includes strategic investments in Indonesia through a 30% stake in the leading coal company PT Kaltim Prima Coal (KPC), 26% stake in mines at PT Baramulti Suksessarana Tbk ("BSSR") and a geothermal project; in Singapore through Trust Energy Resources to securitise coal supply and the shipping of coal for its thermal power generation operations; in South Africa through a joint venture called 'Cennergi' to develop projects in South Africa, Botswana and Namibia; in Australia through investments in enhanced geothermal and clean coal technologies and in Bhutan through a hydro project in partnership with The Royal Government of Bhutan. With its track record of technology leadership, project execution excellence, world class safety processes, customer care and driving green initiatives, Tata Power is

for immediate use

PRESS RELEASE

poised for a multi-fold growth and committed to 'lighting up lives' for generations to come. Visit us at:
www.tatapower.com

For further information, please contact:

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