

Reliance Energy Limited

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MEDIA RELEASE

- **Reliance Power awarded the 4,000 MW Imported-coal based Krishnapatnam Ultra Mega Power Project (UMPP)**
- **Board meeting on December 2, 2007 to consider proposal for raising long term resources by way of preferential allotment of equity and/or equity related securities, and/or long term debt, and/or other financial instruments to augment funds for our various investments and infrastructure development projects**

Mumbai, November 30, 2007: Our group company, Reliance Power Limited, has today been awarded a Letter of Intent for the 4,000 MW imported-coal based Ultra Mega Power Project at Krishnapatnam Andhra Pradesh, which will have an estimated capital outlay of Rs.20,000 crore.

This is in addition to the 4,000 MW domestic-coal based Ultra Mega Power Project at Sasan, Madhya Pradesh, involving an estimated capital outlay of about Rs.18,000 crore, which was awarded earlier this year to Reliance Power.

Reliance Power's estimated capital outlay for these two projects alone aggregates approximately Rs.40,000 crore. In addition, Reliance Energy and/or its group companies are implementing several large infrastructure development projects, in the areas of metro railways, roads, real estate, etc.

In order to augment long term resources for REL's contribution to Reliance Power, as well as for financing the large number of mega infrastructure projects that are being implemented by the REL group, and several others that are in the pipeline, the Board of Reliance Energy Limited will meet on Sunday, December 2, 2007 to consider proposals for raising resources by way of preferential allotment of equity and/or equity related securities, and/or long term debt, and/or other financial instruments.

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BACKGROUND

Reliance Energy Limited:

Reliance Energy, a part of Reliance - Anil Dhirubhai Ambani Group, is India's leading private sector utility Company.

Reliance Anil Dhirubhai Ambani Group currently has a market capitalisation of over Rs.2,70,000 crore, net worth in excess of Rs.40,000 crore, cash flow of Rs.9,000 crore, net profit of Rs.5,000 crore and zero net debt.

Reliance Energy is ranked amongst India's top 20 listed private companies in terms of all major financial parameters, including assets, sales, net worth, profits and market capitalisation.

Note

A Group Company of Reliance Energy Limited, Reliance Power Limited is proposing, subject to market conditions and other considerations, an initial public offering of its equity shares and has filed a Draft Red Herring Prospectus (DRHP) with the Securities and Exchange Board of India (SEBI). The DRHP is available on the website of SEBI at www.sebi.gov.in and the respective websites of the BRLMs and CBRLMS at www.kotak.com, www.ibb.ubs.com/Corporates/indianipo, www.abnamroindia.com, www.db.com/India, www.enam.com, www.icicisecurities.com, www.jmfinancial.com, www.jpmypl.com, www.sbicaps.com and www.macquarie.com/in.

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shares involves a high degree of risk. For details, potential investors should refer to any Red Herring Prospectus that may be filed with the Designated Stock Exchange in future including the section titled "Risk Factors".

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