

**NHAI Capital Gain Tax Exemption Bonds Series-XXII (2021-22)**

01-04-2021

**Subscription Period**

**Closes on+:** on TAP (Up to 31st March, 2022)

**Objective**

To finance projects aimed at improving our national highways. NHAI is mandated to implement National Highways Development Project (NHDP) which is India's largest ever Highways Project in a phased manner. The National Highways have a total length of 72,000 (approx) km to serve as the arterial network of the country.

**Issue Highlights**

<b>Issuer:</b>	National Highways Authority of India
<b>Mode of issue:</b>	Private Placement
<b>Transfer:</b>	Non-transferable, Non-negotiable and cannot be offered as a security
<b>Issue Size:</b>	Rs. 5000 crore [on-tap]
<b>Face Value:</b>	Rs 10,000 per Bond
<b>Issue Price:</b>	Rs 10,000 per Bond
<b>Tenure:</b>	5 Years
<b>Coupon Rate:</b>	5.00% payable annually
<b>Min Investment:</b>	Rs 10,000/- (1 Bond)
<b>In Multiples of:</b>	Rs 10,000/- (1 Bond)
<b>Max Investment:</b>	Rs 50,00,000/- (500 Bonds) each in a financial year (subject to section 54EC of IT Act 1961)
<b>Ratings :</b>	IND AAA/Stable' by India Ratings; 'CRISIL AAA/Stable' by CRISIL; 'CARE AAA/Stable' by CARE; ICRA AAA/Stable by ICRA
<b>Interest payment &amp; date:</b>	Annual on 1 <sup>st</sup> April of each year
<b>Mode of Subscription:</b>	100% on application
<b>Issuance Mode:</b>	Physical / or Demat Mode
<b>TDS:</b>	No TDS would be deducted
<b>Who Can Apply:</b>	<ul style="list-style-type: none"> <li>:) Resident Indian individuals</li> <li>:) HUF through the Karta</li> <li>:) Partnership firm</li> <li>:) Insurance Companies</li> <li>:) Companies and Body Corporates</li> <li>:) Provident Funds, Superannuation Funds and Gratuity Funds</li> <li>:) Banks / Mutual Funds</li> <li>:) FIs / FII (Subject to existing regulations)</li> <li>:) RRBs / NRIs investing out of NRO A/c on non-repatriable basis</li> <li>:) Co-operative Banks</li> <li>:) Other eligible categories</li> </ul>
<b>Mode of Interest payment :</b>	Interest payment will be made by NECS/At Par Cheque/Demand Drafts
<b>Deemed date of allotment :</b>	Last day of each month
<b>Redemption :</b>	At par, at the end of 5 years from the deemed date of allotment.
<b>Refund :</b>	The amount once credited in NHAI account will not be refunded

<b>Trustee:</b>	IDBI Trusteeship Services Limited
<b>Registrar:</b>	Beetal Financial & Computer Services Pvt Ltd
<b>Bankers to the Issue:</b>	HDFC Bank, Canara Bank, IDBI Bank, Axis Bank, ICICI Bank, Union Bank
<b>Cheque In favour of:</b>	<b>'National Highways Authority of India'</b>

**Issue Highlights**

**Documents To Be Provided By Investors Other Than Individuals (In Addition To The Documents To Be Provided With Know Your Customer Form)**

<b>Partnership Firms :</b>	<b>A certified true copy of</b> (i) Documentary evidence of authorization to invest in the Bonds and to receive the money on redemption, if the same is not provided in the Partnership deed and (ii) Specimen signature of authorized signatories.
<b>Companies and Body Corporates, Financial Institutions, Foreign Institutional Investors :</b>	<b>A certified true copy of</b> (i) Board resolution authorizing investment and containing operating instructions and (ii) Specimen signature of authorized signatories.
<b>Banks :</b>	<b>A certified true copy of</b> (i) Power of Attorney and (ii) Specimen signature of authorized signatories.
<b>Provident Funds, Superannuation Funds and Gratuity Funds :</b>	<b>A certified true copy of</b> (i) Resolution passed by the competent authority authorizing the investment and (ii) Specimen signature of authorized signatories.
<b>Mutual Funds :</b>	<b>A certified true copy of</b> (i) SEBI registration certificate (ii) Resolution passed by the competent authority authorizing the investment and containing operating instructions and (iii) Specimen signatures of the authorized signatories.

**Documents To Be Provided By All Investors**

- (i) Self attested copy of PAN Certificate (In case of Joint application, self attested PAN copy of all the applicants) or Form 60 where bond application size is Rs. 50,000/- or more & Aadhar
- (ii) Photo Copy of cancelled Cheque for ECS facility

**Conclusion**

- ✓ NHAI is government owned organization
- ✓ The Bond is rated 'AAA/Stable' by India Rating; 'CRISIL AAA/Stable' by CRISIL; 'CARE AAA' by CARE which indicates the stability in repayment of principal & interest thereon.
- ✓ Investor can save the Capital gain earned on his/her property by investing in NHAI Capital Gain Bond u/s 54EC

**Note:**

- 1) Source : Information Memorandum
- 2) Corporation has right to close the issue by giving notice
- 3) Please read the terms and conditions carefully on the application form

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