LARSEN & TOUBRO

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SEC/PAM/2014

December 17, 2014

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

STOCK CODE: LT

Dear Sir,

Sub: **Canada Pension Plan Investment Board invests in L&T IDPL**

We send herewith a copy of Press Release that is being issued by L&T Infrastructure Development Projects Limited (L&T IDPL), subsidiary of the Company, in connection with the above.

We request you to take note of the same.

Thanking you

Yours faithfully,
for LARSEN & TOUBRO LIMITED

N. HARIHARAN
EXECUTIVE VICE PRESIDENT &
COMPANY SECRETARY

Encl. as above

ISO 9001 REGISTERED
DNV MGMT. SYS. RvA C 024
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L&T Press Release

Issued by Corporate Brand Management & Communications

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Canada Pension Plan Investment Board invests in L&T IDPL

Mumbai, December 17, 2014:

Larsen & Toubro Limited (L&T) and Canada Pension Plan Investment Board (CPPIB) have completed the definitive investment agreement entered into in June 2014. The agreement was made between L&T and a wholly-owned subsidiary of CPPIB, for investment into L&T's subsidiary - L&T Infrastructure Development Projects Limited (L&T IDPL).

CPPIB, through a subsidiary, has made an initial investment of Rs. 1,000 crore in L&T IDPL on December 16, 2014 by way of subscription to compulsorily convertible preference shares.

A second tranche of Rs1,000 crore, or such higher amount as may be agreed between L&T IDPL and CPPIB's subsidiary, will be invested after twelve months from the date of the initial investment, subject to any required regulatory approvals at such time.

This is the first direct private investment by a Canadian pension fund into an Indian infrastructure development company.

BACKGROUND:

L&T Infrastructure Development Projects Limited (L&T IDPL), a subsidiary of Larsen & Toubro (L&T) is a pioneer of the public-private-partnership model of development in India, wherein infrastructure projects are developed in partnership between the Central and State governments, private sector partners, financing agencies and communities. L&T IDPL has business interests in the development of Roads, Bridges, Ports, Metro Rail, Power Transmission lines, Wind Energy and emerging sectors such as Water and Railways and handles a portfolio of infrastructure assets with an estimated project cost of USD 6.0 billion comprising of 20 projects across key sectors.

Larsen & Toubro

Larsen & Toubro is a major Indian multinational in technology, engineering, construction, manufacturing and financial services, with global operations. Its products and systems are marketed in over 30 countries worldwide. A strong, customer-focused approach and the constant quest for top-class quality have enabled L&T to attain and sustain leadership in its major lines of business over seven decades.

Canada Pension Plan Investment Board (CPPIB) is a professional investment management organization that invests the funds not needed by the Canada Pension Plan (CPP) to pay current benefits on behalf of 18 million Canadian contributors and beneficiaries. In order to build a diversified portfolio of CPP assets, CPPIB invests in public equities, private equities, real estate, infrastructure and fixed income instruments. Headquartered in Toronto, with offices in Hong Kong, London, New York City and São Paulo, CPPIB is governed and managed independently of the Canada Pension Plan and at arm's length from governments. At September 30, 2014, the CPP Fund totalled C$234.4 billion. For more information about CPPIB, please visit www.cppib.com