

Reliance Communications Limited
Registered Office: H Block, 1st Floor,
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Mumbai 400 710, India
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February 05, 2007

The General Manager
Corporate Relationship Department
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
Fax No.: 2272 2037/39/41/61/3121/3719
BSE Scrip Code: 532712

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, C/1, Block G
Bandra - Kurla Complex, Bandra (East)
Mumbai 400 051
Fax No.: 2659 8237 / 38

NSE Symbol: RCOM

Dear Sir,

Sub: Issue of Zero Coupon Foreign Currency Convertible Bonds (FCCBs) by Reliance Communications Limited

Further to our letter dated 10th January 2007, we wish to inform you that the Company has completed an offering of Foreign Currency Convertible Bonds (FCCBs) in the international markets, on the following terms:

Instrument:	10,00,000 FCCBs each of US\$ 1,000
Amount:	US\$ 1 Billion
Tenor:	5 years and 1 day
Conversion Price:	Rs. 661.23 per share, representing a premium of 30% to the volume weighted average price of the shares on 5th February 2007.
Coupon:	Zero Coupon
Yield to maturity:	4.95% per annum
Listing:	Singapore Stock Exchange (expected)

In the event the FCCBs are fully converted into equity, the equity share capital of the Company would increase by approx. 6.67 crore equity shares of Rs. 5 each.

The Company has entered into the Subscription Agreement with the Arrangers and Bookrunners, The Hong Kong and Shanghai Banking Corporation and J.P.Morgan Securities Limited, subject to necessary approvals.

Please take this disclosure on record.

Yours faithfully

For Reliance Communications Limited

Sd/-

Hasit Shukla

Company Secretary

Cc to: National Securities Depository Limited -- Fax No. 2497 2993 / 6351
Central Depository Services (India) Limited – Fax No. 2272 3199