

BY E-FILING

REF. No. :- A2ZINFRA/SE/2023-24/042

October 28, 2023

To,
BSE Limited
PhirozeJeejeebhoy Towers
Rotuda Building, Dalal Street,
Mumbai-400 001

To,
National Stock Exchange of India Limited
Listing Department
Exchange Plaza, 5th Floor
Plot No. C/1 G Block, BandraKurla
Complex, Bandra (E), Mumbai-400051

Fax-022-22722039

Fax- 022-26598237/38

BSE Code- 533292

NSE Code- A2ZINFRA

Subject: One Time Settlement (OTS) with Kotak Mahindra Bank Ltd. ("Kotak")

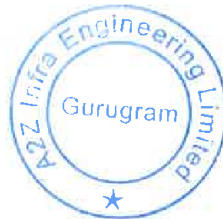
Dear Sir/Madam,

In compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, We, **A2Z Infra Engineering Ltd.** (hereinafter referred as "Company") wish to inform you that:

1. Signing of Full Cash One Time Settlement (OTS) with Kotak Mahindra Bank Ltd. ("Kotak") towards the debt settlement of INR 93.81 Cr. for a total settlement consideration of INR 15.0 Cr.

i. Facts

The Company had availed financial assistances from Kotak Mahindra Bank Ltd. (hereinafter referred to as "Kotak" or the "Lender") and as per Kotak, the total fund base outstanding of Kotak as on September 30, 2023 was INR 93.81 Cr. (Indian Rupees Ninety Three Crores Eighty One Lacs only). The company was finding it difficult to make the payment and the account was NPA with them.



The Company was in regular discussion with the Kotak for One Time Settlement (OTS) and sent its updated proposal to Kotak on August 25, 2023. After that various meetings and/or discussions held with the Kotak, now they have accepted our proposal and have issued the sanction/approval letter - Ref No. KMBL/SCG-ARD/2023-24 dated October 27, 2023.

ii. Debt Reduction Plan and Reasons for OTS

Being an EPC Company, Company does not have any tangible assets which can be sold to repay the outstanding liabilities with various lenders. At present there is no business in the Company as the Company is not able to arrange the requisite EMDs/BGs for bidding in the new projects. Due to stresses cash flows and non-availability of working capital, most of the projects have been given to various sub-contractors on a complete back to back basis. For the survival, the only way is to reduce the debt burden of the Company and over the past few years, Company has assiduously working on the same. With this reference Company had entered into One Time Settlement (OTS) arrangement with various Lenders, wherein it had settled the outstanding borrowings by upfront payments and deferred instalments. However, Company is in default with few Lenders and re-negotiating with them.

iii. Summary Details of the Kotak OTS

The Company has received the acceptance letter - Ref No. KMBL/SCG-ARD/2023-24 dated October 27, 2023 from Kotak, to settle its all outstanding liabilities through full cash One Time Settlement (OTS). The members of the Board of Directors of Company has approved the same through resolutions passed by circulation on October 27, 2023 for a deferred OTS Consideration of INR 15.0 Cr. (Indian Rupees Fifteen Crore only) as full and final settlement against the total fund base outstanding amount of INR 93.81 Cr. (Indian Rupees Ninety Three Crores Eighty One Lacs only) as on September 30, 2023.



A2Z INFRA ENGINEERING LIMITED

CIN No.: L74999HR2002PLC034805



The payment of INR 15.0 Cr (Indian Rupees Fifteen Crores only) shall be made as follows:-

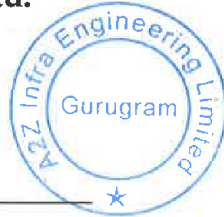
Timeline	Amount Payable (INR in Cr.)
25% of Cash amount - On or before October 31, 2023	3.75 Cr
75% of Cash amount - within 60 days of OTS Sanction (but not later than December 31, 2023)**	11.25 Cr
Total	15.0 Cr

**Further, additional grace period of 3 months upto March 31, 2024 shall be permitted for payment of the abovementioned 75% of cash amount along with interest @ 2% p.m. for the delayed period.

This is for your information & records purpose.

Thanking you,
Yours truly,

For A2Z Infra Engineering Ltd.



Atul Kumar Agarwal

Company Secretary

FCS 6453

**Add: Ground Floor, Plot No. 58,
Sector-44, Gurugram-122003, Haryana**