

A2Z INFRA ENGINEERING LIMITED

CIN No.: L74999HR2002PLC034805



BY E-FILING

REF. No. : - A2ZINFRA/SE/2024-25/016

May 28, 2024

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 Union Bank of India ("UBI")

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 Union Bank of India ("UBI") towards the debt settlement of INR 26.18 Cr for a total settlement consideration of INR 9.00 Cr.

i. Facts

The Company had availed financial assistances from Union Bank of India (hereinafter referred to as "UBI" or the "Lender") and as per UBI, the total dues of UBI as on May 28, 2024 was INR 26.18 Cr (Indian Rupees Twenty Six Crores Eighteen 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 UBI for One Time Settlement (OTS) and sent its final proposal to UBI on February 19, 2024. After various meetings and/or discussions held with the UBI, now they have accepted our proposal and have issued the sanction/approval letter - Ref No. ARB/A2Z/OTS/60/2024-25 dated May 28, 2024.



Registered Office: O-116, First Floor, Shopping Mall, Arjun Marg, DLF City, Phase-1, Gurugram-122 002, Haryana (INDIA)

Corporate Office: Ground Floor, Plot No. 58, Sector – 44, Gurugram – 122003, Haryana (INDIA)

Tel.: +91-124-472-3383, Website : www.a2zgroup.co.in, Email : info@a2zemail.com

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 new business in the Company as the Company is not able to arrange the requisite EMDs/BGs for bidding in the new projects. Due to stressed 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.

iii. Summary Details of the UBI OTS

The Company has received the acceptance letter - Ref No. ARB/A2Z/OTS/60/2024-25 dated May 28, 2024 from UBI, to settle its total dues 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 May 28, 2024 for a deferred OTS Consideration of INR 9.0 Cr (Indian Rupees Nine Crores only) as full and final settlement against the total dues of INR 26.18 Cr (Indian Rupees Twenty Six Crores Eighteen Lacs only) as per UBI as on May 28, 2024.

The payment of INR 9.0 Cr (Indian Rupees Nine Crores only) shall be made as follows:-

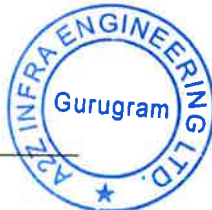
| Sr. No. | Payable on or before | Amount Payable (INR in Cr.) |
|--------------|----------------------------|-----------------------------|
| (i) | Already deposited | 0.75 |
| (ii) | After Sanction of OTS | 0.15 |
| (iii) | On or before June 30, 2024 | 8.10 |
| Total | | 9.00 |

Delayed Period Interest will be charged @ 12% on reducing balance till final payment of settlement amount.

This is for your information & records purpose.

Thanking you,
Yours truly,

For A2Z Infra Engineering Ltd.



Atul K. Agarwal
Company Secretary
FCS 6453

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