

Ref: JAL:SEC:2022

7th November, 2022

BSE Limited
25th Floor, New Trading Ring,

Rotunda Building,
P J Towers, Dalal Street, Fort,
MUMBAI 400 001

The Manager
Listing Department
National Stock Exchange of India Ltd
“Exchange Plaza”, C-1, Block G,
Bandra-Kurla Complex,
Bandra (E), Mumbai - 400 051

SCRIP CODE: 532532

NAME OF SCRIP: JPASSOCIAT

Sub: Disclosure of defaults on payment of interest/repayment of principal amount on loans from banks/financial institutions

Ref: SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2019/140 dated 21st November, 2019

Dear Sirs,

In terms of the captioned SEBI circular, we enclose herewith the relevant disclosure of defaults on payment of interest/repayment of principal amount on loans from banks/financial institutions in specified format.

We would appreciate if you could take the same on records.

Thanking you,

Yours faithfully,
For JAIPRAKASH ASSOCIATES LIMITED

(SANDEEP SABHARWAL)
Vice President & Company Secretary

Encl: As above

Disclosure of defaults on payment of interest/repayment of principal amount on loans from banks/financial institution and unlisted debt securities

(For the month ended October, 2022)

I. Format C1 disclosure for default in loans as specified in Para 3(B):

a. For loans including revolving facilities like cash credit from banks/financial institution.

S.No.	Type of Disclosure	Details			
1.	Name of Listed entity	Jaiprakash Associates Limited (JAL)			
2.	Date of making the disclosure	7 th November, 2022			
3.	Nature of obligation	Fund based working capital, Non Fund based working capital, Term Loans and FCCB			
4.	Name of Lender(s)	Axis Bank Limited , Bank of Maharashtra, Bank of India, Canara Bank , Bank of Baroda, Union Bank of India, Central Bank of India, ICICI Bank Limited, Export-Import Bank of India, Indian Overseas Bank, IDBI Bank Limited, IFCI Limited, The Jammu and Kashmir Bank Limited, The Karur Vysya Bank Limited, DBS Bank India Limited, Life Insurance Corporation of India, The South Indian Bank Limited, Punjab National Bank, Punjab and Sind Bank, State Bank of India, Standard Chartered Bank, SIDBI, Indusind Bank Limited, HDFC Ltd. , UCO Bank, Indian Bank, Yes Bank Limited, ACRE Limited, ARCIL, Canara Bank (e-Syndicate Bank), Indian Bank (e-Allahabad Bank), Punjab National Bank (e-Oriental Bank of Commerce), Punjab National Bank (e-United Bank of India), Union Bank of India (e-Andhra Bank), Union Bank of India (e-Corporation Bank)			
5.	Date of default	31 st October, 2022			
6.	Current default amount (break-up of principal and interest in INR crore) as per MRA executed on 31.10.2017	(Rs. in Crores)			
		Particulars	Interest	Principal	Total
		RTL (Including FITL)	2,011	1,005	3,016
		FCCB	220	624	844
		Total Over dues	2,231	1,629	3,860
7.	Details of obligation (total principal amount in INR crore, tenure, interest rate, secured/unsecured etc) on Provisional basis	(Rs. in Crores)			
		Particulars (Type of loan facility)	Principal Amount (INR Crores)	Tenure	Interest Rate % Pa
		Sustainable Debt	4,466	Up to 2037	9.50%
		Other Debt (to be transferred to SPV& Potential Debt Assets Swap)	12,268	Up to 2037	9.50%
		Fund based working capital (Secured)	319	Annual	9.50%
				Secured	



8.	Total amount of outstanding borrowings from Banks/financial institution (in INR crore) on Provisional basis	Particulars	Amount (Rs. in Crores)
		Sustainable Debt	6,655
		Other Debt (to be transferred to SPV&Potential Debt Assets Swap)	18,743
		Fund based Working Capital (Secured)	463
		Non Fund based Working Capital	2,048
		Total Outstanding Debt*	27,909
*Inclusive of interest			
9.	Total financial indebtedness of listed entity including short-term and long-term debt (in INR crore) on Provisional basis	Particulars	Amount (Rs. in Crores)
		Sustainable Debt	6,655
		Other Debt (to be transferred to SPV&Potential Debt Assets Swap)	18,743
		Fund based Working Capital (Secured)	463
		Non Fund based Working Capital	2,048
		Foreign Currency Convertible Bond	844
		Total Outstanding Debt*	28,753
*Inclusive of interest			

Note to above: It is requested that the above to be read in conjunction with the below :

1. [a] The Comprehensive Re-organization and Restructuring Plan (CRRP) for the Company and Jaypee Cement Corporation Limited (JCCL) was duly approved by the Joint Lenders' Forum on 22nd June, 2017, based on the recommendations of the Independent Evaluation Committee (IEC) appointed by the Reserve Bank of India envisaging bifurcation of the entire debt of the Company into two parts — 'Sustainable Debt' and 'Other Debt'. The entire outstanding debt has been put in three buckets making provisions for settlement/continuation of each category of debt as under :
 - (i) Bucket 1 Debt of Rs.11,689 Crores which is part of the 'other debt' was to be discharged against the sale of identified Cement Plants of the Company and its Wholly owned Subsidiary to UltraTech Cement Limited. The transaction of the said sale stands consummated and Bucket 1 Debt stands settled in June/July, 2017.
 - (ii) Bucket 2a Debt of Rs.6,367 Crores, being 'sustainable debt' will continue as debt of the Company for which Master Restructuring Agreement (MRA) dated 31st October, 2017 has been executed by the concerned 32 Lenders. The terms of the MRA are being complied including creation of security in favour of Lenders.
 - (iii) Bucket 2b Debt of Rs.11,833.55 Crores (Rs.13,590 Crores original amount as reduced by Rs.2543.55 Crores settled through direct Debt Assets Swap), which is part of 'Other Debt' is to be transferred to a Special Purpose Vehicle (SPV) namely Jaypee Infrastructure Development Limited (wholly owned subsidiary of the company) alongwith identified land of the Company. The Scheme of Arrangement (Scheme) for the said hive off duly approved by the Stock Exchanges, Shareholders, Creditors, other Regulators is pending sanction by National Company Law Tribunal (NCLT). The said Scheme, on sanction, shall be effective from 1st July, 2017, being the Appointed Date.



Thus, the CRRP has not only been duly finalized and agreed upon with the Lenders but also implemented, as aforesaid, well within the time recommended by the Independent Advisory Committee as per Press Release dated 13th June, 2017.

In terms of the duly approved CRRP, as aforesaid, the Company has provided interest expenses on debt portion that will remain with it. Interest on debt portion which will be transferred to Real Estate SPV on sanction of the Scheme of Arrangement by NCLT with Appointed Date of 1st July, 2017, has been added to the carrying cost of the Inventory / Projects under development in respect of SDZ Real Estate Undertaking (SDZ-RE), since the same has to be serviced from the assets / development of Assets of SDZ-RE.

- [b] Pending sanction of the aforesaid Scheme by NCLT, ICICI Bank Limited on the directions of the RBI has filed an application with Hon'ble NCLT, Allahabad Bench U/s 7 of Insolvency & Bankruptcy Code, 2016 against the Company which is pending.

As per the directions of NCLT, both the cases at [a (iii)] and [b] above are being heard simultaneously.

2. Further, the Company under the direction of the Hon'ble Supreme Court had deposited a sum of Rs.750 crore in the matter relating to a litigation of home-buyers with Jaypee Infratech Limited (JIL), banks of JAL were contesting that the amount so deposited by JAL of Rs.750 crore and interest accrued thereon to be refunded to JAL to enable JAL to meet its obligations with its lenders. Supreme Court of India vide its Order dated 24th March, 2021 has finally decided the issue relating to Rs.750 crore (with accrued interest) deposited by Jaiprakash Associates Limited (JAL/the Company) in favour of the Company.
3. The Company had executed Master Restructuring Agreement (MRA) on 31st October, 2017 with 32 lenders. The Company took due steps so far as MRA was concerned but the banks did not give due effect to the debt/default position in their respective books of accounts thereby causing non-reconciliation of debt/default position between the Company and Banks' books. The amounts as mentioned are Company's provisional numbers which are subject to confirmation from Lenders.
4. Apropos to the MRA signed on 31st October, 2017 with Lenders, the Company from its operations had serviced debt till November, 2018 and partly for December, 2018 .
5. As already discussed ICICI Bank Ltd. had approached NCLT, Allahabad on the direction of RBI Under section 7 of Insolvency & Bankruptcy Code 2016 against the Company.

Matter has come up alongwith related matters pertaining to partially completing the 1st motion petition on 20.11.2017 by NCLT, Allahabad of debt 2b debt.

Second motion petition for formal sanction of the scheme was filed on 23.01.2018 which is pending before Hon'ble NCLT.

6. The Company has also been showing lender wise details of overdue interest and overdue principal repayments in its Annual Reports every year, as an Annexure to the Independent Auditors Report as required by the Companies (Auditors Report) Order 2016 (the Order).

