

January 28, 2020



To
The Manager (Listing)
Corporate Relationship Dept.
BSE Limited
P J Tower,
Dalal Street,
Mumbai - 400 001

The Manager (Listing)
National Stock Exchange of India Limited
"Exchange Plaza",
Plot No C/1, G Block
Bandra Kurla Complex, Bandra (E)
Mumbai - 400 051

Company Code: 539346(BSE)

NSE Symbol: SADBHIN (NSE)

Dear Sir/ Madam,

Sub: Disclosure in terms of Regulation 31(1) read with Regulation 28(3) SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

Pursuant to the SEBI Circular SEBI/HO/CFD/DCR1/CIR/P2019/90 dtd. August 07,2019, please find attached herewith disclosure about the detailed reasons for encumbrance by the promoter i.e. M/s. Sadbhav Engineering Limited in the terms of Regulation 31(1) read with Regulation 28(3) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

Kindly take the same on record.

Thanking you,

Yours faithfully,

FOR, SADBHAV ENGINEERING LIMITED

TUSHAR SHAH
COMPANY SECRETARY
MEM. NO. F7216



C.C to:

Company Secretary
Sadbhav Infrastructure Project Limited
"Sadbhav House",
Opp. Law Garden Police Chowki,
Ellisbridge, Ahmedabad - 380 006

Sadbhav Engineering Limited

Regd Office : "Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad- 380006.

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Annexure II

DISCLOSURE OF REASONS FOR ENCUMBRANCE (IN ADDITION TO ANNEXURE-1 PRESCRIBED BY WAY OF CIRCULAR DATED AUGUST 05,2015)

Name of listed company	Sadbhav Infrastructure Project Ltd	
Name of the recognised stock exchanges where the shares of the company are listed	<ul style="list-style-type: none"> • BSE Limited • National Stock Exchange of India Limited 	
Name of the promoter(s) / PACs whose shares have been encumbered	Sadbhav Engineering Limited	
Total promoter shareholding in the listed company	No. of shares	24,52,41,061
	% of total share capital	69.63%
Encumbered shares as a % of promoter shareholding	82.89%	
Whether encumbered share is 50% or more of promoter shareholding	Yes	
Whether encumbered share is 20% or more of total share capital	Yes	


Details of all the existing events/ agreements pertaining to encumbrance

		Encumbrance 1 (Date of creation of encumbrance: 27/09/2016 & Date of Modification: 23/02/2017, 18/03/2019, 30/08/2019)	Encumbrance 2 (Date of creation of encumbrance: 18/03/2019 & Date of Modification: 11/07/2019 & 30/08/2019)	Encumbrance 3 (Date of creation & Released of encumbrance: 22/06/2018 & Date of Modification: 27/02/2019, 29/03/2019, 20/06/2019, 19/07/2019 & 04/11/2019)	Encumbrance 4 (Date of creation of encumbrance: 23/07/2019 & Date of Modification: 30/08/2019)	Encumbrance 5 (Date of creation of encumbrance: 20/09/2019 & Date of Modification: 14/11/2019)	Encumbrance 6 (Date of creation of encumbrance: 15/11/2019)	Encumbrance 7 (Date of creation of encumbrance: 19/11/2019, 24/01/2020)
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)		Pledge	Pledge	Pledge	Pledge	Pledge	Pledge	Pledge
No. and % of shares encumbered	No. of shares -	35222522	19622522 (18/03/2019)	17774412 (22/06/2018)	25000000 (24/07/2019)	15000000 (20/09/2019)	12289538 (15/11/2019)	23000000 (19/11/2019)
	% of total share capital	10.00	5.57	5.05	7.10	4.26	3.49	6.53
	No. of shares -	35222522 (Released 18/03/2019)	4127478 (11/07/2019)	18806899 (27/02/2019)	4069770 (30/08/2019)	11000000 (14/11/2019)		90000000 (24/01/2020)
	% of total share capital	10.00	1.17	5.34	1.16	3.12		2.55
	No. of shares -	15600000 (18/03/2019)	3866280 (30/08/2019)	4300265 (Released 29/03/2019)	-	-	-	-
	% of total share capital	4.43	1.10	1.22	-	-	-	-
	No. of shares -	1841860 (30/08/2019)	-	3141399 (20/06/2019)	-	-	-	-
	% of total share capital	0.52	-	0.89	-	-	-	-
	No. of shares -	-	-	10626733 (19/07/2019)	-	-	-	-
	% of total share capital	-	-	3.02	-	-	-	-
	No. of shares -	-	-	12823767 (04/11/2019)	-	-	-	-
	% of total share capital	-	-	3.64	-	-	-	-
	Total No. of Shares pledged on January 24, 2020	17441860	27616280	58872945	29069770	26000000	12289538	32000000
	% of total share capital	4.95	7.84	16.71	8.25	7.38	3.49	9.09
	Name of the entity in whose favour shares encumbered (X)	ICICI Bank Ltd.	ICICI Bank Ltd.	IDBI Trusteeship Services Ltd.	ICICI Bank Ltd.	Axis Finance Ltd.	Clk Finance India Private Ltd.	RBL Bank Ltd.
	YES/ NO	No-ICICI BANK LTD.-Public Limited and Banking Company	No-ICICI BANK LTD.-Public Limited and Banking Company	No-Trustee for the Debentureholder	No-ICICI BANK LTD.-Public Limited and Banking Company	No-AXIS FINANCE LTD.-Company registered under the Companies Act. 2013	Yes	No-RBL BANK LTD.-Public Limited and Banking Company
	Names of all other entities in the agreement	Listed company and its group companies (if any)- Sadbhav Engineering Limited	Sadbhav Engineering Limited & Sadbhav Infrastructure Project Limited	Sadbhav Engineering Limited & Mysore-Bellary Highway Private Limited	Sadbhav Engineering Limited & Sadbhav Infrastructure Project Limited	1. Sadbhav Engineering Limited (Pledge Agreement) 2. Sadbhav Infrastructure Project Limited	1. Sadbhav Engineering Limited (Pledge Agreement) 2. Sadbhav Infrastructure Project Limited	1. Sadbhav Engineering Limited (Pledge Agreement) Sadbhav Infrastructure Project Limited 3. Maharashtra Border Check Post Network Limited (Borrower)
	Other entities (if any) -	NO	ICICI Bank Ltd.	IDBI Trusteeship Services Limited	ICICI Bank Ltd.	Axis Finance Ltd.	Clk Finance India Private Ltd.	RBL Bank Ltd.
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit rating	YES / NO	No- Rupees Term Loan	No- Rupees Term Loan	Yes	No- Working Capital Term Loan	No-Rupees Term Loan	No-Rupees Term Loan
	1. Name of Issuer	-	-	Sadbhav Engineering Ltd.	-	-	-	-
	2. Details of the debt instrument	-	-	Secured Listed Rated Redeemable Non-Convertible Debentures Series 1 & 2 & 3 issued on private placement basis of Rs.10,00,000/- each fully paid up.	-	-	-	-
	3. Whether the debt instrument is listed on stock exchanges?	-	-	Yes- Listed on Wholesale Debt Market (WDM) Segment of the BSE Ltd.(BSE)	-	-	-	-
	4. Credit Rating of the debt instrument	-	-	CARE A+	-	-	-	-
	5. ISIN of the instrument	-	-	1) INE226H07072 (Series-1) 2) INE226H07080 (Series-2) 3) INE226H07098 (Series-3)	-	-	-	-

For, Sadbhav Engineering Limited

 Company Secretary
 Tushar Shah
 Membership No. F7216

Security Cover / Asset Cover	Value of shares on the date of event / agreement (A)	Closing Rate of NSE	Rs.1442220000 (for dtd. 18/03/2019)	Rs.1814102159 (for dtd. 18/03/2019)	Rs.2033392733 (for dtd. 22/06/2018)	Rs.1708750000 (for dtd. 24/07/2019)	Rs.706500000 (for dtd. 20/09/2019)	Rs.484822274 (for dtd.15/11/2019)	Rs. 882050000 (for dtd.19/11/2019)
	Amount involved (against which shares have been encumbered) (B)		Rs.1000000000	Rs.1000000000	Rs.1700000000	Rs.1000000000	Rs.1000000000	Rs.3500000000	Rs. 1150000000
	Ratio of A / B		1.44	1.81	1.2	1.71	0.71	1.38	0.77
	Value of shares on the date of event / agreement (A)	Closing Rate of NSE	Rs.89514396 (for dtd. 30/08/2019)	Rs.248061428 (for dtd. 11/07/2019)	Rs.1558151582 (for dtd. 27/02/2019)	Rs.197790822 (for dtd. 30/08/2019)	Rs.440000000 (for dtd. 14/11/2019)	-	Rs. 377100000 (for dtd.24/01/2020)
	Amount involved (against which shares have been encumbered) (B)		Rs.1000000000	Rs.1000000000	Rs.1700000000	Rs.1000000000	Rs.1000000000	-	Rs. 1150000000
	Ratio of A / B		0.09	0.24	0.92	0.20	0.44	-	0.33
	Value of shares on the date of event / agreement (A)	Closing Rate of NSE	-	Rs.187901208 (for dtd. 30/08/2019)	Rs.374338068 (Released share for dtd. 29/03/2019)	-	-	-	-
	Amount involved (against which shares have been encumbered) (B)		-	Rs.1000000000	Rs.1500000000	-	-	-	-
	Ratio of A / B		-	0.19	0.25	-	-	-	-
	Value of shares on the date of event / agreement (A)	Closing Rate of NSE	-	-	Rs.221939839 (for dtd. 20/06/2019)	-	-	-	-
	Amount involved (against which shares have been encumbered) (B)		-	-	Rs.1500000000	-	-	-	-
	Ratio of A / B		-	-	0.15	-	-	-	-
	Value of shares on the date of event / agreement (A)	Closing Rate of NSE	-	-	Rs.594565711 (for dtd. 19/07/2019)	-	-	-	-
	Amount involved (against which shares have been encumbered) (B)		-	-	Rs.1500000000	-	-	-	-
Ratio of A / B		-	-	0.40	-	-	-	-	
Value of shares on the date of event / agreement (A)	Closing Rate of NSE	-	-	Rs.544368909 (for dtd. 04/11/2019)	-	-	-	-	
Amount involved (against which shares have been encumbered) (B)		-	-	Rs.1500000000	-	-	-	-	
Ratio of A / B		-	-	0.36	-	-	-	-	
End use of money	Borrowed amount to be utilized for what purpose –								
	(a) Personal use by promoters and PACs		*Yes	*Yes	*Yes	*Yes	No	No	No
	(b) For the benefit of listed company		No	No	No	No	Yes	Yes	Yes
	Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc.		1) Reimbursement of maintenance capex incurred in last six months from the date of sanction out of internal accruals 200 million. 2) Repayment of loans that were raised for the purpose of financing/capital expenditure and short term loan raised for repayment of Machinery finance and other loan repayment. 3) Transaction related expenses Repayment:- In 14 quarterly installments, first installment being due on from the 7th quarter from the date of First Disbursement. (Repayment amount as per attached Annexure-1)	1) Facility proceeds being utilized for repayment of existing loans shall be disbursed directly to existing Lenders of the Borrower, whose loans are being repaid. 2) The facility either in part or full will not be used for investment in capital market, land acquisition, acquiring equity shares of Indian company/ies, buyback of shares of Indian company, funding of promoter's contribution in the project or any other purpose which is prohibited or any illegal activity. Repayment:- In 12 quarterly installments, first installment being due at the last day of the 3rd month (1 quarter) from the date of First Disbursement. (Repayment amount as per attached Annexure-2)	Refinancing of debt and working capital of issuer. The Proceeds of the NCD issue will not be utilized towards investment in capital markets, speculative activity, acquisition of land and any other real estate investments or real estate purposes. Repayment:- For Series 1-date falling at the end of 3 years from the Deemed Dte of Allotment i.e. June 22,2018 For Series 2-date falling at the end of 4 years from the Deemed Dte of Allotment i.e. June 22,2018 For Series 3-date falling at the end of 5 years from the Deemed Dte of Allotment i.e. June 22,2018	1) To meet long term working capital requirements of the company. Transaction related expenses. 2) The facility either in part or full will not be used for investment in capital market, land acquisition, acquiring equity shares of Indian company/ies, buyback of shares of Indian company, funding of promoter's contribution in the project or any other purpose which is prohibited or any illegal activity. Repayment:- In 12 quarterly installments, first installment being due at the last day of the 3rd month (1 quarter) from the date of First Disbursement. (Repayment amount as per attached Annexure-3)	1) For infusion into under construction identified HAM projects as equity/shareholder loans; and 2) Balance for transaction related fee and expenses. Repayment Schedule- (As per attached Annexure-4)	1) Refinancing of the existing debt obligations of the Borrower and 2) Meeting Transaction related fee and expenses. Repayment-Bullet at the end of the Facility Term i.e. 12 months from the date of drawdown	1) To re-finance existing debt/takeover limits (to the extent outstanding) of the Borrower and 2) To re-finance sub-debt/unsecured debt infused by the sponsor in the project over and above equity and sub-debt required to be bought as per original financing plan and/or to on lending to group companies - Rohtak Panipat Tollway Private Limited and Rohtak Hisar Tollway Private Limited to reduce their senior debt and/or to on lending to group companies for reducing the debt and/or to fund their major maintenance and/or for their working capital requirement. Repayment- Repayment amount as per attached Annexure-5
(a) Any other reason (please specify)		No.	No.	No.	No.	No.	No.	No.	

* Promoter being Corporate Promoter, the borrowed amount being used for working capital and business purpose only.

For, **Sadbhav Engineering Limited**

Company Secretary
Tushar Shah
Membership No. F7216

Annexure-1

**Repayment Schedule-for Encumbrance-1
(For Rs. 100 Crs. Rupees Term Loan)**

Sr. No.	Year	Repayment (in %)
1	Year 1	NIL
2	Year 2	10%
3	Year 3	20%
4	Year 4	25%
5	Year 5	45%
	Total	100%

Annexure-2


**Repayment Schedule-for Encumbrance-2
(For Rs. 100 Crs. Rupees Term Loan)**

Sr. No.	Year	Repayment (in %)
1	Year 1	5%
2	Year 2	5%
3	Year 3	5%
4	Year 4	5%
5	Year 5	10%
6	Year 6	10%
7	Year 7	10%
8	Year 8	10%
9	Year 9	10%
10	Year 10	10%
11	Year 11	10%
12	Year 12	10%
	Total	100%

Annexure-3

**Repayment Schedule-for Encumbrance-4
(For Rs. 100 Crs. Working Capital)**

Sr. No.	Year	Repayment (in %)
1	Year 1	5%
2	Year 2	5%
3	Year 3	5%
4	Year 4	5%
5	Year 5	10%
6	Year 6	10%
7	Year 7	10%
8	Year 8	10%
9	Year 9	10%
10	Year 10	10%
11	Year 11	10%
12	Year 12	10%
	Total	100%

For, Sadbhav Engineering Limited

Company Secretary
Tushar Shah
Membership No. F7216

Annexure-4
Repayment Schedule-for Encumbrance-5
(For 100 Crs. Rupees Term Loan)

Sr. No.	Year Ending	Repayment (in %)
1	June 30, 2020 (16.66%)	16.66
2	September 30, 2020 (16.66%)	16.66
3	December 31, 2020 (16.67%)	16.67
4	March 31, 2021 (50%)	50.00
	Total	100.0

Annexure-5
Repayment Schedule-for Encumbrance-7
(For Rs. 115 Crs. Rupees Term Loan)

Sr. No.	Year	Repayment (in %)
1	Year 1	0.01%
2	Year 2	2.25%
3	Year 3	2.25%
4	Year 4	3.00%
5	Year 5	6.00%
6	Year 6	7.00%
7	Year 7	8.00%
8	Year 8	12.00%
9	Year 9	13.00%
10	Year 10	14.00%
11	Year 11	16.00%
12	Year 12	10.00%
13	Year 13	6.49%
	Total	100.00%

For, Sadbhav Engineering Limited



Company Secretary
Tushar Shah
Membership No. F7216