

# A2Z INFRA ENGINEERING LIMITED

CIN No.: L74999HR2002PLC034805



**BY E-FILING**

**REF. No. : - A2ZINFRA/SE/2023-24/045**

November 16, 2023

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

To,  
National Stock Exchange of India Limited  
Listing Department  
Exchange Plaza, 5<sup>th</sup> 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 Edelweiss Asset Reconstruction Company Limited ("Edelweiss ARC")**

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 Edelweiss Asset Reconstruction Company Limited (Edelweiss) towards the outstanding OTS amount of INR 35.25 Cr. for a total settlement consideration of INR 11.0 Cr.**

**i. Facts**

The Company had availed financial assistance as term loan from ICICI Bank Ltd. and ICICI Bank has assigned all the rights, title and interests in the financial assistance granted by it to the Company, in favour of Edelweiss Asset Reconstruction Company Limited (the "Lender"), acting in its capacity as trustee of EARC Trust SC 217 vide Assignment Agreement executed in favour of EARC on June 29, 2016. Company signed the acceptance Letter dated March 14, 2019 for the One time settlement (OTS) with Edelweiss ARC and agreed to pay an amount of INR 41.0 Cr on deferred payment basis against the then outstanding amount of approx. INR 177.69 Cr along with interest and additional interest, if any, on such terms and conditions as agreed in the said acceptance Letter and for the same disclosure has been filed by the company on March 15, 2019. However due to stressed cash flows, the Company could pay only an amount of INR 5.75 Cr. and was in continuous discussion with Edelweiss ARC for revision of the said Settlement amount. Company sent its final proposal dated September 21, 2023 to Edelweiss ARC for revision of the Settlement amount.



**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 - 84, Gurugram - 122003, Haryana (INDIA)

Tel.: +91-124-472-3383, Website : [www.a2zgroup.co.in](http://www.a2zgroup.co.in), Email : [info@a2zemail.com](mailto:info@a2zemail.com)

Edelweiss ARC has accepted the same and we are in receipt of the Acceptance letter dated 15th November, 2023 from Edelweiss ARC mentioning the revised binding settlement terms.

### 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 Edelweiss ARC OTS

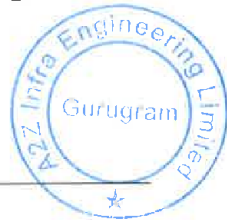
The Company has received the acceptance letter - Ref No. EdelARC/3374/2023-2024 dated November 15, 2023 from Edelweiss ARC, to settle its all outstanding liabilities through full cash One Time Settlement (OTS). The members of the Board of Directors of Company has approved the same through resolutions passed by circulation on November 16, 2023 for a deferred OTS Consideration of INR 11.0 Cr. (Indian Rupees Eleven Crore only) as full and final settlement against the outstanding OTS amount of INR 35.25 Cr. (Indian Rupees Thirty Five Crore and Twenty Five Lakhs Only).

Out of the said consideration of INR 11.0 Cr., Company has already been paid an amount of INR 1.0 Cr and INR 10.0 Cr will be paid within 60 days from the date of issuance of OTS Sanction letter.

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