

HCC/SEC/2021

28 May 2021

<b>BSE Limited</b> The Corporate Relationship Dept, 1st Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001. Scrip Code - 500185	<b>National Stock Exchange of India Ltd.</b> Exchange Plaza, Bandra-Kurla Complex, Bandra (East), Mumbai-400 051. Scrip Code – HCC
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Dear Sir,

**Sub: Announcement under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) – Debt Resolution Plan**

In accordance with the provisions of Regulation 30 read with Para A (9) of Part A of Schedule III of the SEBI Listing Regulations, we wish to inform you that the Board of Directors of the Company has in its Meeting held on May 27, 2021, subject to necessary applicable statutes and regulations and requisite approvals, consents and clearances, including from the Bankers, Financial Institutions or other statutory authorities and subject to approval of the Shareholders of the Company, approved the Debt Resolution Plan (RP).

The salient features of the RP are given below:

The Company will transfer the following to Prolific Resolution Pvt. Ltd., a wholly owned subsidiary of the Company:

- a. Up to Rs.4,000 Crore of liability;
- b. Economic interest in (i) awards of up to Rs.2,749 Crore and (ii) claims of up to Rs.2,136 Crore, both accounted by the Company as per method of accounting regularly employed.
- c. Economic interest in awards & claims of up to Rs.4,315 Crores made by the Company, however, yet to be accounted.

The amount identified above will be initially novated/assigned by the Company to Prolific Resolution Pvt. Ltd. The final amount of debt along with awards and claims to be assigned will depend on when precisely the RP will close, as the debt amount to be carved out will include all overdues till the date of implementation of RP.

- i) The investor identified by lenders will acquire 51% stake in this wholly owned subsidiary for a consideration of Rs.25 Crore. Additionally, the Investor will also infuse Rs.75 Crore in Prolific Resolution Pvt. Ltd. in the form of Priority Debt. The return on this investment to the identified investor will be limited and capped to an agreed threshold.

**Hindustan Construction Co Ltd**

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CIN : L45200MH1926PLC001228

- ii) The Company's Corporate Guarantee to lenders of Prolific Resolution Pvt. Ltd. will be limited to 20% of the debt transferred i.e. up to a maximum upto Rs.800 Crore.

The Board has also approved convening of an Extra Ordinary General Meeting of the Company on Tuesday, June 29, 2021 at 11.00 a.m. through Video Conferencing ("VC")/Other Audio-Visual Means ("OAVM") to seek necessary approvals in this regard.

The Notice of the same shall be submitted in due course.

This is for your information and record.

Thanking you,

Yours faithfully,  
For **Hindustan Construction Company Ltd.**

**Vithal.P** Digitally signed by  
Vithal.P.Kulkarni  
**Kulkarni** Date: 2021.05.28  
11:33:22 +05'30'

**Vithal P. Kulkarni**  
**Company Secretary**