

JAYASWAL NECO INDUSTRIES LTD

CIN : L28920MH1972PLC016154

(FORMERLY JAYASWALS NECO LIMITED)

REGD. OFFICE : F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR - 440 016 (INDIA)

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3rd January, 2020

To
Manager (Listing),
National Stock Exchange of India Limited,
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E), Mumbai

Manager (Listing),
Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001

Dear Sirs,

Sub: Disclosures by listed entities 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

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular as referred above; certain matters such as delay / default in payment of interest / principal with respect to loans from banks and financial institutions and debt securities are required to be disclosed by the Listed Entities from 1st January 2020.

We would like to inform you that the company's account had been classified as NPA by its Secured lenders i.e Banks as per RBI Asset Quality Review (AQR) and its instructions to then bankers for mandatory recognition as NPA in 2016 for technical reasons.

Further the Company's Debt Restructuring Scheme of the year 2017, which had already been sanctioned by 11 out of 12 lenders (around 96% in value) and the execution of Master Restructuring Agreement (MRA), could not be implemented as RBI didn't accept the completion of all preconditions for the implementation of debt restructuring scheme by the then cutoff date which has been presently contested in the Honorable Supreme Court of India by the Company.

Subsequently, from December, 2018 to March, 2019, majority of the secured lenders of the Company (eight out of the twelve bankers) constituting 94.20% of the total Principal Fund Based Outstanding had assigned their fund-based debt along with underlying financial documents together with their rights, benefits and obligations to various Trusts of ACRE ARC.

The account is still NPA with the remaining four lenders (who had not assigned their debt) and in NPA accounts no interest is being charged by the lenders as per RBI IRAC norms and the banks' internal guidelines.

BRANCH OFFICES :

"NECO HOUSE" D-307, Defence Colony,
NEW DELHI - 110 024. (INDIA)
PHONES : 011-49070548

301, TULSIANI CHAMBERS
NARIMAN POINT, MUMBAI 400 021 (INDIA)
P.H. : (022) 4213-4813,
(022) : 22832381 FAX : (022) 22832367

TRUST HOUSE, 5th FLOOR,
32-A, CHITTARANJAN AVENUE,
KOLKATTA-700012 INDIA FAX : 033-22122560
PHONES: 033-22122368, 22120502

THANG ROAD, ANJORA
PHONE : 0788 23410
FAX : 0788 23410



So, the required information as per the above referred circular with respect to 'Current Default Amount (break-up of principal and interest)' and other relevant details like ageing of default etc. are not made available by the lenders to the Company and also not applicable in our case as the Loan Account is declared as NPA .

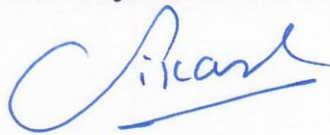
The same status is being duly reported and confirmed in the Company's quarterly published results and the Limited Review report thereto by the Statutory Auditors.

We request you to take the above submission as compliance to the requirements of the above referred circular.

Thanking You,

Yours Faithfully,

For Jayaswal Neco Industries Limited



Vikash Kumar Agarwal
Company Secretary and Compliance Officer
Membership No. A19583