

IL&FS to pay ₹3,200 crore to IFIN creditors as per NCLAT framework

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IL&FS Group, in its largest interim distribution pay-out till date, will pay ₹3,200 crore to the creditors of IL&FS Financial Services Limited (IFIN).

The payout process has been initiated from Monday and will be completed over the next few weeks. The IL&FS Group would also pay back another ₹1,900 crore for three of its other firms, making the aggregate payout at ₹5,100 crore, it said in a statement on Monday.

Of the total of ₹3,200 crore, nearly ₹2,250 crore is being paid to a combination of 28 PSUs, private and foreign banks and about ₹950 crore to over 500 public debenture holders, public funds (including EPFO, Army Group Insurance etc)



and others.

“As part of the interim distribution, IL&FS Group will be paying a total of ₹3,200 crore to IFIN eligible creditors, which is being distributed in accordance with the NCLAT approved revised distribution framework,” said IL&FS Group in a statement on Monday.

In May 2022, the NCLAT approved the interim distribution application of the IL&FS board

comprising cash payout and Infrastructure Investment Trust (InvIT) units. The corporate affairs ministry had superseded the board of IL&FS in October 2018 after reports of financial irregularities emerged. The Group had a debt of more than ₹95,000 crore among nearly 347 group entities when the crisis came to light in October 2018. Since the resolution began, the Group has so far discharged debt worth ₹27,000 crore.

This is the first interim distribution that will be completed for a vertical holding company under the IL&FS group.

The group has already completed the interim payout of ₹623.3 crore for Rapid Metro Gurgaon and ₹1,273 crore for Rapid Metrorail Gurgaon South for the secured financial creditors.