

September 09, 2020

The Sr. General Manager  
Department of Corporate Services,  
BSE Limited,  
1st Floor, PJ Towers, Dalal Street  
Mumbai 400 001

**Sub: Media Release of Infrastructure Leasing and Financial Services Limited**

Dear Sir / Madam:

Enclosed herewith is the Media Release for your information.

Sincerely,

Shekhar Prabhudesai  
Company Secretary

Encl: a/a



## **MEDIA RELEASE**

September 09, 2020, Mumbai

### **IL&FS GROUP COMPLETES STAKE SALE IN EDUCATION BUSINESS, REDUCES CONSOLIDATED DEBT BY OVER RS 650 CRORE**

The IL&FS Group today completed sale of its 73.69 per cent stake in Education business, held under Schoolnet India Limited (SIL), to Falafal Technologies Private Limited (FTPL).

The sale was completed pursuant to the approval granted by the Hon. National Company Law Tribunal (NCLT), Principal Bench vide order dated August 31, 2020.

**The transaction provides positive equity value to IL&FS and resolves nearly Rs 650 crore of consolidated fund based and non-fund based financial debt, without any haircut to lenders.**

FTPL has paid Rs 7.37 crores as equity value for shares of SIL held by IL&FS Limited and IL&FS Employee Welfare Trust, in addition to taking over SIL's fund based and non-fund based financial debt of nearly Rs. 650 crores. FTPL has also agreed to a deferred consideration of Rs. 6.29 crores payable within 18 months from closure.

**Sale of SIL will reduce operating cost for IL&FS Group by nearly 19 per cent.**

IL&FS Group holds 73.69 per cent stake in SIL; SIL holds 80% stake in IL&FS Skill Development Corporation (ISDC) and also has two wholly owned subsidiaries - IL&FS Cluster Development Initiative Limited (ICDI) and Skill Training Assessment Management Partners Limited (STAMP).

As part of the sale transaction, the **businesses** of ICDI and STAMP have also been transferred to SIL through a slump sale for a consideration of Rs. 1 for each company. Transfer of debt of nearly Rs. 27 crores in ICDI and STAMP forms part of the slump sale.

Further, the **shares** of ICDI and STAMP have been transferred to IL&FS Limited.

SIL will continue to retain 80.01 per cent in ISDC which will become a step down subsidiary of FTPL.

This development represents another key milestone in the overall resolution for the IL&FS Group under the New Board. As part of the overall resolution plan to address a significant portion of the Group's debt, the sale of a number of other Group assets has been initiated which is currently in various stages of progress.



SIL provides Ed-tech services to K-12 schools and students through proprietary digital content, devices, platforms and solutions.

ISDC offers job linked vocational program to the youth.

ICDI provides advisory and management services to Central Govt, State Govts and Industries for development of common infrastructure and facilities in Brownfield and Greenfield industrial clusters.

STAMP provides assessment solutions on a life-cycle approach: students, youth (job seekers) and working professionals.

**For Media Queries**

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