



## MEDIA RELEASE

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### IL&FS INCREASES AGGREGATE DEBT RECOVERY TARGET TO Rs 61,000 CRORE

#### GROUP ADDRESSES DEBT OF RS 43,000 CRORE TILL DATE

The New Board and Management of IL&FS, as part of its quarterly update process on the progress of ongoing Group resolution process, shared that it has addressed aggregate Group debt of Rs 43,000 crore till date.

**The Group has further enhanced its estimates of aggregate debt recovery to Rs 61,000 crore – an increase of Rs 5,000 crore over its earlier estimate of Rs 56,000 crore. The increased estimate represents resolution of nearly 62% of overall fund based and non-fund based Group debt of approx. Rs 99,000 crore, as of October 2018.**

**The aggregate debt of Rs 43,000 crore addressed till date represents nearly 71% of the overall revised targeted recovery value of Rs 61,000 crore and 44% of the overall debt of over Rs 99,000 crore (as of October 2018). It may be kept in mind that the recovery target is higher than the average recovery observed under IBC since its inception.**

Out of total 347 entities under IL&FS Group (as of October 2018) a total of 186 entities stand resolved till date, while the remaining 161 entities are under various stages of resolution.

*The New Board, while working in public interest, has been able to maximise the recoveries for all classes of creditors, through following a three-pronged strategy of **Resolution, Restructuring and Recovery**, while keeping the tenets of corporate governance and corporate finance in mind.*

The upgrade in potentially addressable debt by **Rs 5,000 crore** (to Rs 61,000 crore) has been largely on account of improved valuations, better operating performance and enhanced recoveries from non-group exposures.

The aggregate addressed debt of Rs 43,000 crore comprises **Rs 26,800 crore** basis completed entity monetisation initiatives and accrued cash balance, Rs **14,350** crore of additional net recovery expected from resolution and restructuring applications filed with and awaiting approval of the Hon'ble NCLT (Mumbai) and Hon'ble NCLAT and Rs **1,926** crore from Supreme Court verdict passed in favour of Rapid Metro Gurgaon

Key initiatives that were completed in the period since January 2021 include: Sale of Chongqing Yuhe Expressway, Sale of Environment Business; Receipt of settlement claims from NHAI for three road projects (Kiratpur Ner Chowk, Fagne Songadh and Chenani Nashri Tunnel); Receipt of proceeds under IBC resolution of Dighi Port; Operating income received in operating road concessions and through sale of power at ITPCL.



The period since January 2021 also saw the filing of NCLT application for Phase 1 of IL&FS Group's Infrastructure Investment Trust (InvIT) with a resolution value of over Rs 9,300 crore across 6 Road SPVs. The InvIT, which is being set-up across multiple phases (encompassing 12 Road SPVs) represents one of India's largest such resolution initiatives and would contribute to significant value enhancement for IL&FS Group stakeholders. The gross resolution value across all completed NCLT / NCLAT filings but awaiting final approval amounts to over Rs 20,450 crore.

In the next few quarters, IL&FS estimates to address approx. Rs 8,000 crore of additional debt by September 2021 which would include: monetisation of stake in ONGC Tripura, Warora Chandrapur and Karyavattom Stadium; Phase 2 of InvIT including 5 Road SPVs; and receipt of expected settlement claims from Road authorities for Khed Sinnar Expressway and Srinagar Sonmarg Tunnel. Thus, the overall debt addressed is expected to cross Rs 51,000 crore by September 2021.

Further, recovery of approx. Rs 10,000 crore is likely to spill over beyond September 2021 on account of various reasons, including procedural complexities. This includes sale of Paradip Refinery, Mangalore SEZ, Tamil Nadu Water, ILFS Prime Terminals Fujairah, Hill County Properties; Phase 3 of InvIT; Sale of real estate assets including IL&FS Building in BKC, Mumbai, expected receipt of settlement claims for balance Road assets; among others.

The New Board and Management of IL&FS would like to thank the Government of India, Ministry of Corporate Affairs, Ministry of Finance, NHAI, various state governments and regulatory bodies such as RBI, SEBI, CCI for their continuous support in this resolution process.

**For Media Queries**

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