

IL&FS to resolve debt by March

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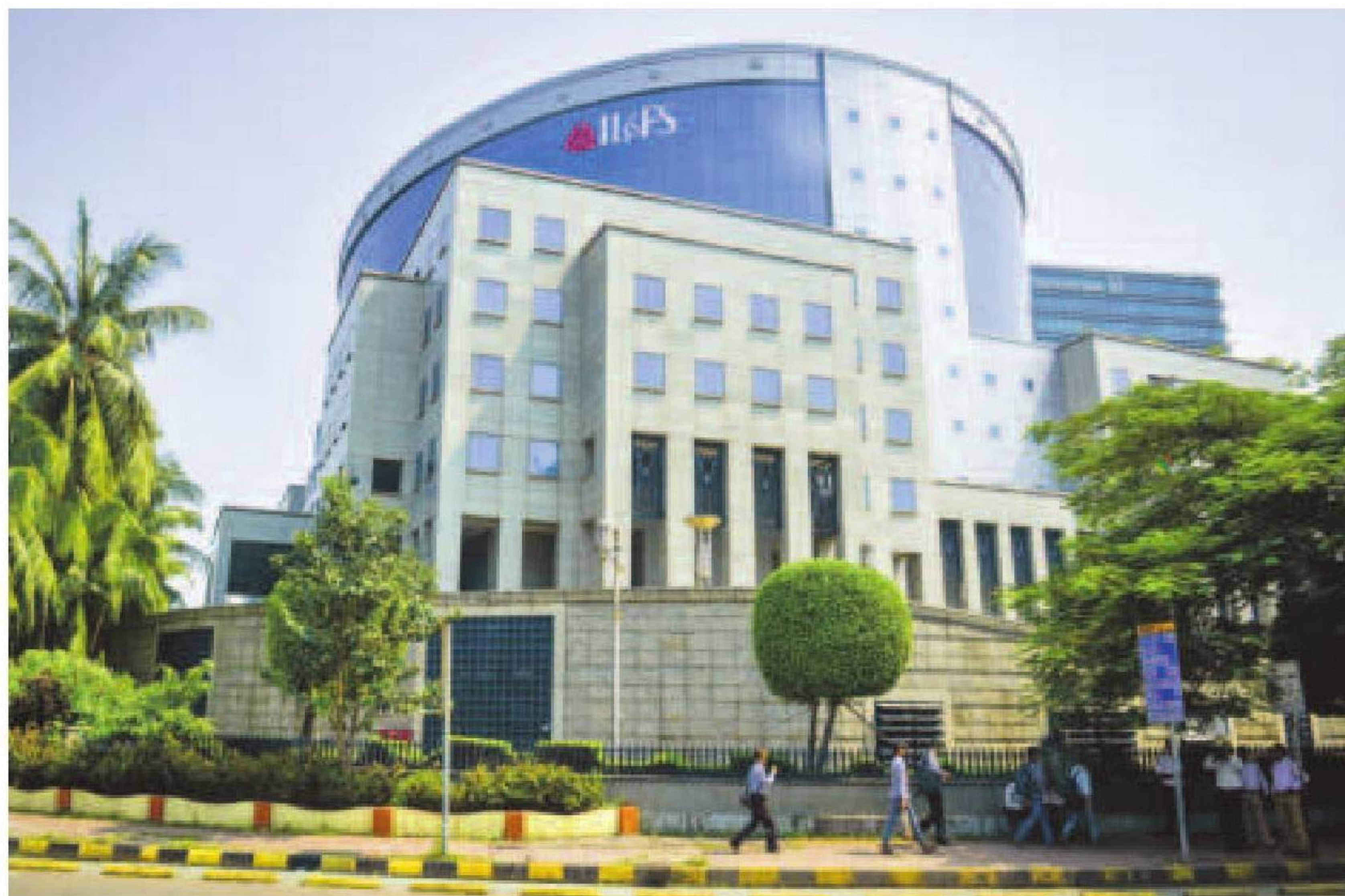
IL&FS group is all set to resolve debt of ₹55,000 crore by March, the board of the crisis-hit company has stated in its affidavit filed before the National Company Law Appellate Tribunal (NCLAT).

While updating the progress of the resolution, the IL&FS board led by banker Uday Kotak said ₹55,000 crore debt would be resolved through asset monetization, restructuring and initiatives pertaining to insolvency proceedings.

Some of this has already been completed, while the rest is in different stages of resolution, it said in a brief snapshot on the progress made in the ongoing resolution process till 7 December 2021, and also gave estimates of progress that will be made by March this year.

IL&FS had a total outstanding debt of ₹99,355 crore as of 8 October 2018, and of this, ₹45,500 crore debt is being resolved through debt resolution initiatives by March 2022.

Of this, debt of ₹20,500 crore has already been resolved through monetization, ₹4,000 crore by way of debt discharged



The number of IL&FS's domestic entities is now down to 95. MINT

and ₹21,350 crore in cash available across companies and Invit units due to be issued. In addition, the board also expects to resolve ₹5,300 crore through various "transactions approved by the relevant court/tribunal and pending transaction closure" and ₹4,200 crore from resolution applications filed with courts and pending approvals.

"As of 4 January 2021, the total number of entities in Respondent No 1 (IL&FS) group has reduced to 111 from 302," the affidavit said.

IL&FS group's ₹55,000 crore debt would be resolved via asset monetization, restructuring and insolvency

IL&FS's domestic entities have been reduced to 95 from 169, while offshore entities have been reduced to 16 from 133. The Board had informed that it would resolve the issues

of 29 of 60 entities through monetization process; 12 road assets under Invit; 3 assets where concession pacts were terminated and 30 entities where it initiated closure or insolvency pro-

ceedings.

The company had accumulated cash balance of ₹16,742 crore, as of 7 December 2021.