

Ref. No. 3912/STCL/DT/2021-22**Date: 22nd November 2021**

To,
Ms.Chitralkha Choudhury
Assistant Vice President (PASF)
SBI Capital Markets Limited.
Middleton Street Jeevandeep Building,
9th floor Kolkata - 700 071.

Sub: Neelachal Ispat Nigam Limited ("NINL") Strategic Disinvestment and claim of Bondholders.

Madam,

We SBICAP Trustee Company Limited (STCL) are acting as the trustees for the holders of 11.90% Secured Redeemable Non-Convertible Rated Bonds of the face value of Rs. 1000000/- each aggregating to Rs.200 Crores (hereinafter referred to as "NINL Bonds").

NINL had defaulted in payment of interest on the said NINL Bonds on the date dates viz. 27th September,2020 and 27th March 2021, and despite our requests NINL has failed and neglected to pay the outstanding dues.

In view thereof, the Bondholder's at their meeting held on 08th June 2021 decided to initiate steps for recovery of their outstanding dues and instructed STCL as the Debenture Trustee to accelerate redemption of the outstanding principal amounts of the NINL Bonds and call for immediate payment of the entire outstanding dues both from NINL as well as MMTC (in its capacity as the guarantor for the said NINL Bonds).

Accordingly, we have issued the recall notice on 18th August 2021 thereby recalling the entire principal and interest along with other dues. However, NINL failed to repay/reply to the same. Consequently, by the letter dated 21st September 2021, we have invoked the corporate guarantee and called upon MMTC Ltd to pay the dues. However, MMTC have neither paid the dues nor forwarded any communication till date. The Bondholders, most of whom are pension/provident/gratuity funds of public sector units, at their meeting held on 27th October 2021 have expressed their deep concern about the safety of the money invested by them.

We understand from news items that the Government of India (GOI) is proceedings with the disinvestment of the NINL and further that SBI Capital Markets Limited is acting as the advisor to the Government of India for the disinvestment process. In view thereof, we hereby bring to your notice that the outstanding amount defaulted by NINL in respect of the said NINL Bonds as on 11-11-2021 is as per the particulars given below:

Sr. No	Particulars	Amount
1	Principal	2000000000.00
2	Interest and other dues (calculated up to 22.11.2021)	432309372.81
3	Trusteeship Fees F.Y. 2020-21 & F.Y. 2021-22	1,18,000.00
	Total	2,432,427,372.81

In view of the above, we request you to provide us an update about the status of the strategic disinvestment process of NINL and the probable time frame by which the Bondholders can expect to recover their outstanding dues.

In anticipation of your kind action.

Yours faithfully,
For **SBICAP Trustee Company Limited**



Anupama Naidu
Group Head Debenture Trustee & Company Secretary

CC:
Bondholders of ISIN INE514F07083