

SBICAP Trustee Company Limited	 SBICAP Trustee Company Ltd.
Section III - DEFAULT DETAILS	

Information regarding default by the issuer Companies In Public (P) / Rights (R) / Privately Placed Unlisted (PPUL) Issues of Debentures up to the half year ended March 2016

Name of the issuer	Secured / Unsecured	Type (P/R/PPUL)	Issue Size (In Rs. crores)	Type of Default	Details of action taken
Essar Steel Limited	Secured	PPL	1000	1 & 4	1. Interest Payment- Company has not paid interest to Axis Bank since January, 2016. Regular follow up reminders sent to Essar Steel Ltd for payment of interest (with a copy to the debentureholder) on 15Feb16, 17Mar16, 18Apr16, 16May16 & 15Jun16. In the above reminder letters, we have also intimated the Company for appointment of Nominee Director as per regulation 15(m) of the SEBI (Debtenture Trustee) Regulations, 1993. 4. Security Creation: The security is created on all the movable and immovable properties of the company except Chennai Property (pending due to stamp duty issues) and Madhya Pradesh property and the same has been informed to Axis Bank. We are following with the company for security creation.
The Mysore Paper Mills Ltd	Unsecured	PPL	50	4	The Company has not yet executed Guarantee Agreement between the Govt o Karnataka, the Company and the Trustee. We have been following up with the Company for the execution of the same. Also, the Company is not providing confirmations on payment of interest to the debenture-holders. The Company has been declared sick by BIFR.
The Mysore Paper Mills Ltd	Unsecured	PPL	40	4	We have filed mortgage suit in Goa against the Blue Coast Hotels Limited (the Issuer) and others (including IFCI Limited - who is a first charge holder of the property mortgaged) for recovery of dues of Debenture-holder. However, the mortgaged property in Goa has been sold by IFCI Limited under SARFAESI Act. Though IFCI Limited agreed to pay the balance proceeds to the debenture-holder and other second Charge-holder, they have not paid the same yet and have filed an application in Goa for deposit of the said amount in Court against the undertaking of Debenture Trustee, for which we have submitted our objection. The matter is pending before the Goa Court.
Blue Coast Hotels Limited	Secured	PPUL	100	1	The issuer had challenged the sale of Goa property by IFCI Limited by filing Writ petitions in Bombay High Court, wherein we have also applied for intervention. The Judgment was pronounced by the Bombay High Court on 23rd March 2016, inter alia, allowing the 3 Writ Petitions filed by Issuer and setting aside the sale of the Goa Property. IFCI Ltd and ITC Limited (the purchaser) have filed separate Special Leave Petitions in the Honble Supreme Court against the above said judgement of the Honble Bombay High Court. The Supreme Court passed an order on 22nd April 2016, stating that 'Status quo as on today shall be maintained. The amount paid by ITC Limited in the auction purchase shall remain with IFCI Limited until further orders' and the matter was listed on 12th May 2016 and further adjourned to 10th August, 2016. Since SEBI had initiated action PACL & its directors for illegally mobilizing huge money from crores of investors across the country without obtaining registration, we, have informed SEBI on 1st February 2016 regarding the above court matters since PACL is the sole Debenture-holder in this case. On February 26, 2016, we received letter from SEBI advising us to take steps to ensure the amount of Rs. 189 Crores payable to PACL Limited and retained by IFCI, is released on immediate basis in favour of SEBI in compliance of attachment notice dated 11 December, 2015 and Honble Supreme Court order dated 02nd Feb, 2016. We have replied to the said letter on 16th March 2016 advising the present position of the court cases and also met SEBI officials in this regards on 01st June, 2016.

1. Non-payment of interest;
2. Non-payment of redemption;
3. Delay in payment of interest/redemption;
4. Any other (like non-creation of security)

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