

IL&FS Repays ₹2,150 Cr to ITPCL Lenders



IL&FS Group
has repaid
₹2,150 crore
to senior
secured

lenders of IL&FS Tamil
Nadu Power Company,
including Punjab Nation-
al Bank, Bank of India,
and Union Bank. **Shilpy**
Sinha reports. ▶▶ 10

PART OF DEBT RECAST PLAN approved by majority of lenders and aims for viability; principal dues reduced by over ₹1,900 cr

IL&FS Pays ₹2,150 cr to Creditors of TN Power Arm

Shilpy.Sinha@timesgroup.com

Mumbai: IL&FS Group has repaid ₹2,150 crore to senior secured lenders of IL&FS Tamil Nadu Power Company (ITPCL) including Punjab National Bank, Bank of India, and Union Bank. It comprised both principal debt and accrued interest as of September 30.

The repayment is part of a debt restructuring plan approved by 88% of lenders and it has reduced ITPCL's outstanding principal by more than ₹1,900 crore.

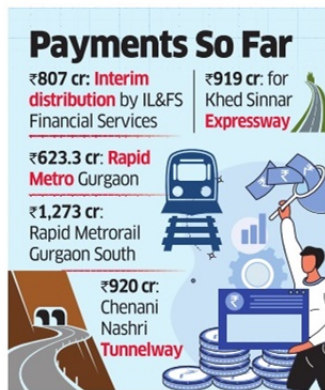
Under the approved plan, ITPCL's debt has been restructured as per the

prudential framework for the resolution of stressed assets, where debt has been categorised into a sustainable portion of ₹4,250 crore, as well as unsustainable portion and operational creditors.

This is part of steps aimed at ensuring the company's long-term viability. Prior to the latest repayment, ITPCL had a total debt of ₹9,116 crore.

The latest repayment of sustainable debt of ₹2,150 crore compri-

IL&FS is following the distribution framework approved by NCLAT which allows release of funds on an interim basis



sed ₹250 crore in interest besides ₹1,900 crore in principal.

IL&FS is following a revised distribution framework, which was approved by the National Company Law Appellate Tribunal (NCLAT) in May 2022. This allows for the release of funds to eligible creditors, particularly public funds, on an interim basis, without waiting for the final resolution of the concerned IL&FS entity.

The company is also in an advanced stage of obtaining approvals from a select group of lenders for the disbursement of an additional ₹300 crore. The IL&FS board has retained its ₹61,000 crore resolution estimate, representing 62% of the

total debt, including both fund-based and non-fund-based components, which stood at over ₹99,000 crore as of October 2018.

Last week, IL&FS Financial Services (IFIN) approved an interim distribution payout of ₹807 crore, marking the second such payout by the company this year.

IL&FS has also concluded interim distribution payments for several subsidiaries, including ₹623.3 crore for Rapid Metro Gurgaon (RMGL), ₹1,273 crore for Rapid Metrorail Gurgaon South (RMGSL), ₹920 crore for Chenani Nashri Tunnelway (CTNL), and ₹919 crore for Khed Sinnar Expressway.