

No longer NPA: PNB upgrades IL&FS TN plant

TIMES NEWS NETWORK

Mumbai: Punjab National Bank the lead-banker for IL&FS Tamil Nadu Power Company (ITPCL) has upgraded its loan accounts from non-performing asset (NPA) to standard on July 29 — a move that will enable the lenders to recover nearly Rs 6,000 crore of written off loans.

ITPCL, a subsidiary of IL&FS Energy, operates a 1,200MW coal-fired thermal power plant in Cuddalore. Of the Rs 9,587-crore debt as of March 2023, 65% was reclassified as sustainable under a restructuring package, with repayments extended till FY38. The rest, deemed unsustainable, carries a nominal interest of 0.001% and will be retired through lump-sum payments in FY39 and FY40. The upgrade affirms progress in the IL&FS group's recovery.