

ON ASSIGNMENT BASIS WITH UPFRONT CASH**IL&FS Fin to Sell Bad Loans Worth ₹2,200 cr****Shilpy Sinha**

Mumbai: IL&FS Financial Services (IFIN) has initiated the sale of loans worth ₹2,200 crore, which it wants to sell through assignment on a full upfront cash consideration basis.

The loans were extended to SKIL Infrastructure (SIL), Gujarat-Dwarka Portwest (GDPL), and SKIL-Himachal Infrastructure and Tourism (SHITL).

As of November 30, the outstanding amount, including interest and charges, stood at around ₹2,023 crore. These loans, sanctioned under term loan facilities, were classified as non-performing assets (NPAs) in 2017.

An IL&FS spokesperson confirmed assignment of loans of around ₹2,200 crore to recover dues.

This assignment forms part of IFIN's ongoing recovery of dues from total lending of around ₹5,000 crore, which includes ₹3,000 crore in principal dues as of October 2018. IFIN recently put ₹170 crore in loans to the Collage Group on the block under a similar recovery drive.

Other loans under resolution include ABG, SIMEC, Bharat Waterfront, Unitech, and HDIL. These recoveries are being addressed individually rather than through bulk assignments.

As of September 30, 2024, the IL&FS group has resolved nearly 90% of its aggregate debt resolution target of ₹61,000 crore, achieving around ₹55,000 crore in resolution value, which includes distributions made through asset transfers and interim settlements, while maintaining the going-concern status of national assets.

Of the 302 entities in the IL&FS group going through resolution, 188 have been addressed through monetisation, transfer, or liquidation. In addition, 38 entities are at various stages of judicial proceedings. A few entities continue to service their debts regularly.

In October 2018, IL&FS was referred for an in-court resolution process for the resolution of around ₹1 lakh crore debt spread across over 302 entities.

