

## IL&FS InvIT to File Updated Memorandum for Transfer of Road Assets

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**Mumbai:** IL&FS's infrastructure investment trust (InvIT) is set to file an updated draft placement memorandum (UDPM) with the Securities and Exchange Board of India early this month to transfer certain IL&FS assets to the InvIT framework, which will help address up to ₹8,500 crore of the group's debt.

Registered under Sebi's InvIT Regulations as part of a 2020 debt resolution plan of the IL&FS group, this InvIT will consolidate nine road assets and issue its units to creditors against their dues.

IL&FS has so far cleared ₹38,082 crore of its ₹99,355 crore external debt in one of India's largest corporate debt crises. As much as 61% of the debt reduction has been done through asset monetisation, debt servicing and interim distributions.

"We are in the process of filing an updated draft placement



**InvIT will comprise road assets from IL&FS Transportation Networks, which collectively have an EV of around ₹8,500 cr**

ment memorandum and awaiting final approval from the NHAI (National Highway Authority of India) for transfer of one of the asset to the InvIt," an IL&FS spokesperson said.

The InvIT will comprise road assets from IL&FS Transportation Networks, such as the Moradabad-Bareilly Expressway, Sikar-Bikaner Highway and Pune Sholapur Road Development Company, which collectively have an enterprise value of ₹8,000-8,500 crore. Other assets, including roads from the NHAI and the Kerala Road Fund Board add further value. Two assets—the Barwa Adda Expressway and the Sikar-Bikaner Highway—are nearing operational completion.

The capital markets regulator provided final observations on the InvIT proposal in July, following which it received in-principle approvals from stock exchanges to list the units under Roadstar Infra Investment Trust, which is currently held by the IL&FS group. Upon listing, IL&FS will transfer 15% of InvIT units to Roadstar Infra Pvt Ltd (RIPL), while the remaining 85% will be allocated to IL&FS' creditors. RIPL will be the sponsor of the InvIT.