

## CG Power and Industrial Solutions Limited

Registered Office:

CG House, 6th Floor, Dr Annie Besant Road, Worli, Mumbai 400 030, India

T: +91 22 2423 7777 F: +91 22 2423 7733 W: www.cgglobal.com

Corporate Identity Number: L99999MH1937PLC002641



Smart solutions.  
Strong relationships.

Our Ref: COSEC/65/2020-21

August 28, 2020

**By portal**

### **The Corporate Relationship Department**

BSE Limited

1<sup>st</sup> Floor, New Trading Ring

Rotunda Building,

Phiroze Jeejeebhoy Towers

Dalal Street, Mumbai 400 001

Scrip Code : 500093

### **The Assistant Manager – Listing**

National Stock Exchange of India Ltd.

Exchange Plaza, Bandra-Kurla Complex

Bandra (East)

Mumbai 400 051

Scrip Id : CGPOWER

Dear Sir/Madam,

**Sub: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Ref: Our letter nos. COSEC/41/2020-21 dated August 7, 2020 and COSEC/44/2020-21 dated August 11, 2020**

In furtherance of the captioned letters, we write to inform that the lenders of CG Power and Industrial Solutions Limited (“**CG Power**” or ‘**the Company**’ ) have today (28<sup>th</sup> August, 2020) communicated to Tube Investments of India Limited (“**TII**”) by their Letter of Intent that, upon conclusion of the Swiss Challenge bid process launched under the auspices of the Reserve Bank of India (Prudential Framework for Resolution of Stressed Assets) Directions 2019, they have declared TII’s offer as the successful offer and TII as the successful bidder, subject to compliances with all the conditions stated in the said Letter of Intent, to the satisfaction of the lenders.

In the aforesaid context, we further inform that, as stated in our captioned letters, the acquisition of controlling interest in the Company by TII is subject to approval of the Competition Commission of India and satisfactory fulfillment of Conditions Precedents contained in the Securities Subscription Agreement executed between TII and the Company.

The key terms of the offer/resolution proposal made by TII are enclosed herewith as Annexure I

We request you to kindly take the above on record.

We will keep the Stock Exchanges informed of the developments in the aforesaid regard.

Thanking you

Yours faithfully,

For **CG Power and Industrial Solutions Limited**

**Alen Ferns**

**Company Secretary and Compliance Officer**

**Encl: as above**

### **Summary of Offer from Prospective Investor / Resolution Plan**

Tube Investments of India Limited (Prospective Investor) submitted an Offer / Resolution Proposal (RP) for CG Power and Industrial Solutions Limited ('CG Power' or the 'Company') for settlement of its debt and to infuse capital in the Company under the auspices of Reserve Bank of India's circular on Prudential Framework for Resolution of Stressed Assets dated 7 June 2019.

The key highlights of the same are as follows: –

1. **Equity Infusion –** As per details in the Notice dated August 7, 2020 for convening the Extra-Ordinary General Meeting to be held on September 2, 2020.
2. **Resolution of Outstanding Debts –** The resolution of Outstanding Debt *inter-alia* include the following:

The RP for settlement of Fund Based Facilities and Non-fund based facilities will include the following:

  - i. Compromise settlement by undertaking an upfront payment of at least INR.650 Crores owed to Lenders within 90 days from execution of Compromise Settlement Agreement.
  - ii. Conversion of INR.200 Crores of Fund-Based Facilities into unrated, unsecured, unlisted, non-convertible debentures having a tenure of 5 years to be issued by the Company in favour of the Lenders.
  - iii. The resolution proposal envisages that Lenders shall be paid from the proceeds from sale of the property, "CG House" situated at Worli, Mumbai 400 030; on a best effort basis and on as is where is basis, within a period of 5 (five) years from the date of the Compromise Settlement Agreement.
  - iv. Transfer / replacement of Non-fund based facilities of the Lenders to non-consortium lenders or procure and submit counter-guarantees for the same.