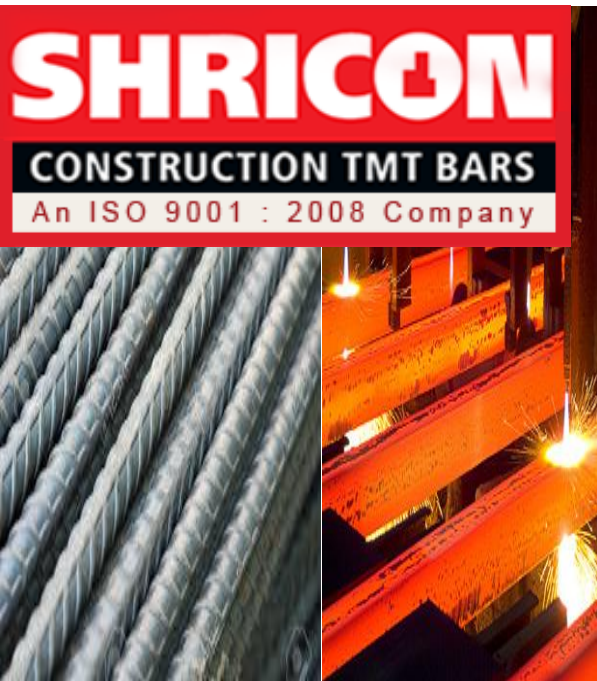


# SHRI BADRINARAIN ALLOYS & STEELS LIMITED



**CONFIDENTIAL INFORMATION MEMORANDUM (CIM)**

**June 2019**

# Agenda

COMPANY OVERVIEW

PLANT LOCATION/ DETAILS

BRIEF HISTORY OF COMPANY

INSOLVENCY PROCEEDINGS

INSTALLED CAPACITY

FINANCIAL SNAPSHOT

CLAIMS ADMITTED

CIRP TIMELINES

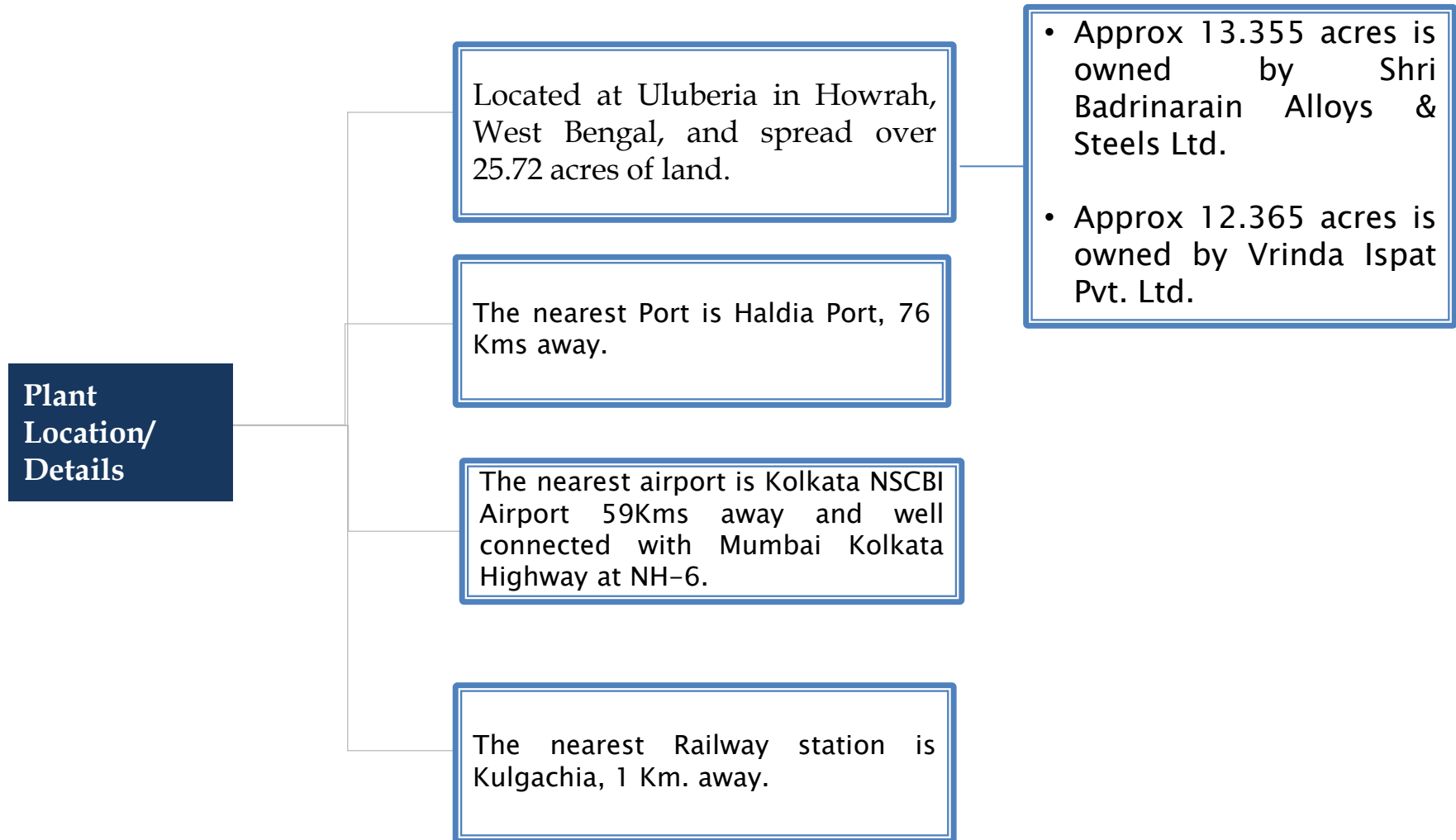
# Company Overview - 1/2

- ❑ Shri Badrinarain Alloys & Steels Limited(SBASL) was incorporated on 6<sup>th</sup> January 1983.
- ❑ Engaged in manufacturing of Billets and TMT Bars under the brand name '**SHRICON**'.
- ❑ The company has Distribution and Retail Network for marketing its TMT products under the brand '**SHRICON**'.
- ❑ The company's brand '**SHRICON**' was very well accepted in the market and fetched a premium over other local brands
- ❑ Steel is produced as per BIS Guidelines (Grade Fe-415, Fe-500 and Fe-500D conforming to IS 1786:2008).
- ❑ Company has an installed capacity of 1,94,400 MTPA of billets and 1,62,500 MTPA of TMT Bars.

# Company Overview - 2/2

- ❑ SBASL is currently under Corporate Insolvency Resolution Process (CIRP) under the provisions of the Insolvency and Bankruptcy Code, 2016 (IBC), pursuant to an order dated 5th December, 2018 of Hon'ble NCLT Kolkata Bench.
- ❑ Plant is situated on NH-6 at Uluberia, Howrah, West Bengal.
- ❑ Plant has easy access to raw material from Durgapur and Kharagpur market.
- ❑ Plant has access to finished goods market also in suburbs of Kolkata and Durgapur.
- ❑ The company has a dedicated 132 kva line from DVC, which is the cheapest source of power in West Bengal today.
- ❑ It is a dedicated line. There are no interruptions or disturbances or load fluctuations in the said line.

# Plant Location/ Details



# Brief History of Company

SBASL was incorporated on 6<sup>th</sup> January 1983.

In 1997, SBASL set up a new green field project in Uluberia.

Company took another expansion for setting up a rolling mill in 1999.

In 2001, SBASL installed a new semi-automatic rolling mill in Uluberia plant.

In 2005, SBASL surrendered power of WB State Electricity & shifted to DVC and drawing power through a dedicated 132 kva feeder line.

During 2013, company submitted its restructuring proposal as CDR and the restructuring package was granted w.e.f. 01.05.2013

During 2018, lead Bank under the consortium i.e Bank of Baroda referred the company to Hon'ble NCLT for CIRP and was admitted on 5<sup>th</sup> Dec, 2018



- Lead bank i.e. Bank of Baroda filed an application for initiation of CIRP as per the provisions of the Insolvency and Bankruptcy Code, 2016.
- It was admitted by the NCLT *vide* its order dated December 5<sup>th</sup>, 2018.
- Pursuant to the CIRP Order, the management of the Company has been vested with Mr. Subodh Kumar Agrawal, the Interim Resolution Professional of the Company (“IRP”) appointed by the NCLT with effect from December 5<sup>th</sup>, 2018 who was later on appointed as RP.
- EOI invitation was made on 6<sup>th</sup> March’19 and the last date for receipt of EOI was 20<sup>th</sup> March’19.
- After evaluation of the plans, received during the CIRP process, COC members concluded that they should initiate 2<sup>nd</sup> EOI. Invitation for 2<sup>nd</sup> EOI was made on 6<sup>th</sup> June’19.

# Installed Capacity

Particulars	Capacity
<u>Induction Furnace*</u>	
Make ABB	6 MT
Make Megatherm	8 MT
Make Megatherm	8 MT
Make Megatherm	10 MT
Make Electrotherm	10 MT
<u>Manufacturing Facilities</u>	
Billets	1,94,400 MTPA
TMT Bars	1,62,500 MTPA

Company meets its power requirement from DVC. Contract power demand for the unit is 22,500 KVA at 132 kV HT supply.

\*Other than above, One Induction Furnace of Megatherm make of 11 MT is non-operational.



# Financial Snapshot

Particulars (Rs. Cr)	31-Mar-19	31-Mar-18	31-Mar-17
Revenue from Operations	212.64	417.76	505.15
Total Revenue	230.84	444.62	505.70
EBITDA	-175.31	-70.72	-70.09
Depreciation & Amortization	16.24	16.38	15.87
Finance Cost	2.24	0.93	28.26
NW	-506.52	-287.72	-198.53
FA	124.37	139.17	150.15

# Claim admitted as on 24<sup>th</sup> April'19

Claim By	Claim Amount (Rs in Cr)	Amount Admitted (Rs in Cr)
Financial Creditor	456.98	456.61
Operational Creditor - Fully Admitted	4.08	4.08
Operational Creditor - Partially Admitted	41.44	20.52
Operational Creditors - (Excise & GST)	503.08	0.15
Workmen dues	0.63	0.00

# CIRP Timelines

Particulars	Timeline
Release of Advertisement	6 <sup>th</sup> June'19
Last date to submit EOI	21 <sup>st</sup> June'19
Release of RFRP	24 <sup>th</sup> June'19
VDR Access	24 <sup>th</sup> June'19
Last date to submit Resolution Plan	26 <sup>th</sup> July'19
Declaration of successful Resolution Applicant	To be announced
Submission of Plan to Adjudicating Authority for approval	20 <sup>th</sup> August'19



**Thank You!!!**