



Impaired Assets Portfolio Management (IAPM)

Department

Invitation of Bids for sale of Financial Assets of M/s Eurobond Industries Private Limited

The Jammu & Kashmir Bank Limited invites bids for the sale/assignment of financial assets of M/s Eurobond Industries Private Limited on Cash & SR basis from Securitization Company / Reconstruction Company /Other Banks /FIs /NBFCs etc. under SARFAESI Act 2002 on terms and conditions stipulated in bank’s policy, in line with regulatory guidelines. Interested parties may please refer the below mentioned broader details and provide their bids accordingly.

Account Name: M/s Eurobond Industries Private Limited.

Reserve Price: Rs.36.89 Crores on Cash: SR basis (25:75)

Cut-off date: 13.11.2017

Management Fee: Maximum 2.5% (to be calculated as per RBI guidelines)

Securities Primary:

Term Loan for Iron Ore Project, FITL I, FITL II, additional term Loan & WCTL

- 1stParri-passu charge with other project term lenders on Fixed assets of the Iron ore plant
- Pari-Passu 2nd hypothecation charge on the current assets of the iron ore plant.
- Pari-passu 2nd hypothecation charge on the fixed assets of the existing ACP plant

Working Capital facilities (ACP Plant)

- 1st hypothecation charge on entire current assets on pari-passu basis of ACP plant
- 2nd pari-passu charge on the entire fixed assets of ACP Plant
- Pari-passu 2nd hypothecation charge on the current assets of the Iron ore plant

(Since term loan of ACP division is liquidated, 1st pari passu charge on entire fixed assets of ACP division will be available for the working capital facilities availed by the company from consortium)

Working capital facilities (Iron Ore Plant)

- 1st hypothecation charge on entire current assets on pari-passu basis of iron ore plant.
- 2nd pari-passu charge on the entire fixed assets of the Iron ore plant
- Pari-passu 2nd hypothecation charge on the current assets of the ACP Plant

Securities Collateral:

- Additional Collateral security for all the above facilities (for the ACP unit and Iron ore project)
Pari-passu 1st mortgage charge on commercial shop no 11,12,13& 14 situated at Malad west, Mumbai measuring 1200sq. ft belonging to M/s Dharmi Enterprises , a partnership firm owned by promoters family .Commercial property in the ground floor , vishal shopping centre commercial premises co-operative Society ltd, S.V Road Malad.

Due Diligence and Bid Schedule: Interested parties are invited for the due diligence of the account and for submission of bids, as per below mentioned schedule. Such parties are requested to submit their Expression of Interest along with Certificate of Registration granted under Section 3 of SARFAESI Act 2002 by RBI and execute NDA (Non-Disclosure Agreement) before doing due diligence exercise.

Time & Date for Due Diligence	Venue	Bid submission
From 27.10.2017 to 13.11.2017 during banking hours.	Impaired Assets Portfolio Management (IAPM) Department The Jammu and Kashmir Bank Limited, 1st Floor, National Business Centre, Bandra-Kurla Complex, Bandra (East), Mumbai-400 051. Ph: 022-26384200/ 26384100 Fax : 022-26566298 E mail: iapmd.mum@jkbmail.com	Interested parties may submit their Bids duly sealed in person or through duly Authorized Representative/ Registered Post to reach the office of Incharge IAPMD, The Jammu and Kashmir Bank Limited located at 1st Floor, National Business Centre, Bandra-Kurla Complex, Bandra (East), Mumbai-400098 on or before 13.11.2017 by 05.00PM .

Bid Opening:

The date and venue of opening of bids has been fixed as under:

Date	Time	Venue
14.11.2017	11.00AM	Impaired Assets Portfolio Management (IAPM) Department The Jammu and Kashmir Bank Limited located at 1st Floor, National Business Centre,



Impaired Assets Portfolio Management (IAPM)

Department	Bandra-Kurla Complex, Bandra (East), Mumbai-400051, Ph: 022-26384200/ 26384100 Fax : 022-26566298 E mail: iapmd.mum@jkbmail.com
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- The bids will be opened at the above mentioned time and venue. You may participate in the process either personally or through your authorized representative. However, the committee will go ahead with the process even if you/ your representatives do not turn up at the scheduled time and date.
- The bank may also take decision on inter-se-bidding process to be adopted among top bidders or otherwise. Bid validity to be limited to a maximum period of 15 days. Any extension thereafter should be by way of mutual consent of the Bank and intending Buyer. Representative of Bidder must carry authority letter to participate in inter-se bidding.
- The bank will have a right to reject any/all the offers without assigning any reason.
- The financial assets including the secured assets, if any, is sold on 'as is where is' basis. Financial assets shall be transferred / sold through an Agreement of Assignment of Rights as per Standardized Assignment Agreement circulated by IBA.
- The document of assignment shall be got registered as well and stamp duty to be borne by the purchasing ARC/Other Banks/FIs/NBFCs etc. All expenses in connection with transaction including stamp-duty etc shall be borne by the purchaser.
- Sale of the financial asset is only on "without recourse" basis. Subsequent to sale of the financial assets to SCs / RCs/ Other Banks /FIs /NBFCs etc, The Jammu and Kashmir Bank Limited shall not assume any operational, legal or any other type of risks relating to the financial assets sold.
- Sale should be executed within 30 days from date of letter of acceptance of Bank unless otherwise agreed so by the Bank and the Bidder.
- Cut-off date denotes date of submission of financial bids i.e. all realization/recoveries made before the cut-off date shall be retained by the bank.
- The object clause of Memorandum of Association of Purchaser SC/RC/ Bank/FIs/NBFCs etc. provides for the acquisition of financial assets.
- RBI guidelines applicable at the time of sale transaction shall be strictly complied with.
- Sale will be made on Cash/ Security Receipts (SRs) basis in case purchaser is SC/RC; otherwise the Sale will be made only on cash basis. The SCs/RCs have to mandatorily invest & hold (by transferring funds) minimum of 15% of SRs of each class issued by them under each scheme on an ongoing basis till the redemption of all the SRs issued under such schemes.
- SCs/RCs to get the NAV of security receipts (SRs) issued by them from renowned Credit Rating Agency (CRA) and declare/convey NAV to bank for value of its investment. The first such NAV shall be conveyed within six months of issue of SRs and subsequently on quarterly basis.
- The entire Sale consideration should be received upfront in case sale/transfer matures on cash basis.
- Regarding "up-side" sharing "any excess recovery after redemption of security receipts, will be shared between SR Holder and ARC, where SR holder will retain minimum 80%.
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Authorised Officer