

SALE OF FINANCIAL ASSETS BY SBI

In terms of the Bank's revised Policy on Sale of Financial Assets in line with the regulatory guidelines, we place the following accounts for sale to ARCs/ Banks/ NBFCs/ FIs, on the terms and conditions indicated thereagainst. However, please note that the sale will be subject to final approval by the Competent Authority:-

Brief details of financial assets								
Sl. No.	Branch Name/ Controlling Unit	Name of Unit	O/S	(Rs. Cr)			Reserve Price	Terms of Sale (Cash/ Cash-cum-SR ratio)
				Primary security	Collateral security	TPG		
1	SAMB-II, Kolkata	Shelter Infra Projects Pvt. Ltd.	22.02	0.00	38.70	0.00	27.11	Cash Basis
2	SAMB, Ludhiana	Shiva Textfabs Ltd.	320.72	272.63	3.62	0.00	78.2915	30:70 Basis
3	SAMB, Chandigarh	Surya World Education Research & Charitable Initiative	47.12	50.17	0.00	12.24	41.53	15:85 Basis
4	SAMB, New Delhi	Rita Plastics Pvt. Ltd.	21.15	0.55	8.51	1.00	6.93	50:50 Basis
5	SAMB, New Delhi	Teracom Ltd.	54.20	2.35	12.40	1.65	10.62	Cash Basis
6	PFSBU, Mumbai	Adhunik Power & Natural Resources Ltd.# - Debt	806.69	914.55	-	75.01	723.20 *	Cash-cum-SR (15:85) Basis + Cash for equity
		Adhunik Power & Natural Resources Ltd.# - Equity	199.57	-	-	-		
			1471.47	1240.25	63.23	89.90		

#Specific terms of offer of Item 6 are given below:-

*The Reserve Price includes debt value of Rs.699.16 Cr. (O/S Rs. 795.29 Cr.) plus equity value of Rs.24.04 Cr. (Face Value of Rs.199.57 Cr.).

2. The details of other banks/ FIs in the consortium who have provided in-principle approval for sale of their portion of debt & equity are as follows:-

Sr. No.	Name of the Bank	Equity Amount (Rs. Cr.)	O/S Debt Amount (Rs. Cr.)
1	Industrial Finance Corporation Ltd.	57.25	243.64
2	Allahabad Bank	41.03	174.69
3	Oriental Bank of Commerce	22.61	94.97
4	Indian Overseas Bank	19.52	84.57

5	Dena Bank	13.85	73.50
6	UCO Bank	13.08	53.62
7	Punjab & Sind Bank	12.11	52.19
8	Andhra Bank	6.80	28.36
9	Syndicate Bank	4.77	26.70
10	India Infrastructure Finance Company Ltd.	-	625.03

Note: Based on the final approval, the above lenders along with the remaining lenders, who are yet to provide in-principle approval, may also sell their portion of debt and equity. Please, however, note that the debt and equity of other banks/ FIs as above, is not being put to e-Auction by us and the bidders who are interested in buying the same, will have to contact the concerned banks/ FIs for this purpose, directly.

3. Further, sale on cash cum SR basis(vide items No.2, 3, 4 & 6 under the heading, “**Brief details of financial assets**”) “ will be governed by the following terms & conditions:-

1. Management fee would be 1.50% per annum of Net Assets Value at the lower end of the range of the NAV specified by the Credit Rating Agency for first 3 years, 1.25% for the 4th& 5th year and 0.75% for the 6th year onward.
2. Security Receipt will have pari passu redemption.
3. Excess recovery after redemption of Security Receipts i.e. upside, if any, will be shared by SR holders and ARC on 80:20 basis.
4. Incentive on net recovery amount will be given to ARCs if recovery is effected within 3 years at the following rates:-

	1 st & 2 nd year	3 rd Year	4 th & 5 th Year
Incentive on recovery amount, net of expenses & management fee	5%	4%	NIL

4. The interested ARCs/ Banks/ NBFCs/ FIs can conduct due diligence of these assets with immediate effect, after submitting expression of interest and executing a Non-Disclosure Agreement (NDA) with the Bank, if not already executed to the General Manager (S&R & CDR), State Bank of India, Stressed Assets Management Group, Corporate Centre, 21st Floor, Maker Tower “E”, CUFFE Parade, Mumbai – 400005 (Mail Id – dgm.sr@sbi.co.in).

5. Further details of the accounts will be sent in the form of PIMs(Preliminary Information Memorandum) on execution of NDA on the email IDs provided with the Expression of Interest(EOI). Thereafter, the prospective buyers, who submit a Non-Disclosure Agreement, will be allotted passwords and conveyed the modus-operandi to submit the financial bid through e-Auction method which will be explained to them.

6. Besides the amount outstanding under any disbursed loans, Bank shall notify the Purchaser details of any un-devolved LCs/ BGs yet to be invoked/ installments of DPGs, which are not yet due, in respect of the NPA accounts being offered for sale by the Bank. The Bank shall retain pari-passu charge on the securities relating to un-crystallized non-funded facilities. In case of crystallization of non-funded facilities after the sale, that portion

(converted into funded) will also be sold by the Bank to the same ARC/ Buyer who will give acceptance for the same through offer letter/ supplementary agreement/ assignment agreement. However, the un-devolved LC and un-devolved BG limits backed by 100% margin by way of FDs will not be offered for sale to ARCs, etc.

7. Cut-off date denotes the date on which process of e-Bidding for the specific account takes place i.e. all realization/ recoveries made before the cut- off date shall be retained by the Bank.

8. Please note that any taxes that may be arising out of the transaction shall be payable by the purchaser.

9. We would like to know whether you are interested in the above proposal. If interested, we look forward to receiving an expression of interest at the earliest. In case of any further clarification, you may contact the following Nodal officer at our end:-

Shri Vineet Vaish – AGM – 022-22177521, M-9619665183

10. The time schedule for completion of the sale process is given below, which may be taken note of and adhered to since no further extension will be made in the schedule:-

S. No.	Particulars	Last Date
1	Submission of Expression of Interest in the account(s)	26.05.2017
2	Submission of Non-Disclosure Agreement	26.05.2017
3	Completion of Due Diligence Exercise	07.06.2017
4	Informing names of the Authorised Official(s) along with their contact details (mobile number, e-mail ids etc.) to enable us to issue passwords and explaining them the procedure to bid through e-auction portal of the bank	07.06.2017
5	Allotment of User ID password for e-Bidding	08.06.2017
6	Process of e-bidding	09.06.2017

Details of contact details at branches are as under:

Sl. No.	Branch	Name of Branch Head/ Official	Mobile No.
1	SAMB-II, Kolkata	Shri Subodh Das	9439571100
2	SAMB, Ludhiana	Shri Narendra Kapoor	9812590970
3	SAMB, Chandigarh	Shri K.B. Sharma	8130571333
4	SAMB, New Delhi	Shri Ambika Prasad Mishra	9674713960
5	Project Finance SBU Mumbai	Shri Gulshan Malik	9958799433

Respective branches will arrange for due diligence by your team, to whom files containing copies of all relevant documents pertaining to the assets in the respective baskets, including appraisals/sanction notes/review/renewal papers/ available audited or non-audited financial statements and other correspondence with the Unit, Promoter(s) and Guarantor(s) will be made available for their perusal. Also, all legal documents including the details pertaining to legal action initiated against the borrower(s)/ guarantor(s) and the status of the suit filed will be open for scrutiny by your due diligence team. The Bank's representatives will be present during the due diligence exercise and will respond to the queries, if any, of your due diligence team. You are also expected to verify at the time of due diligence, the updated position of principal and total dues as also the updated valuation reports besides others for any changes that might occur in the interregnum.

11. The sale is on "as is where is basis" and, therefore, site visits are not envisaged.

12. We reserve the right not to go ahead with the proposed sale at any stage, without assigning any reason, subject to the extant RBI guidelines. The decision of the Bank in this regard shall be final and conclusive.

13. Once the deal is finalized, the assignment deed and other legal formalities will be completed in the shortest possible time as mutually agreed upon between us. After completion of legal formalities, you may arrange to take over the relative correspondence mentioned above and other legal documents including the available details of the suit-filed accounts from the concerned branches at a mutually convenient date and time, within 45 days from the date of execution of the Assignment Deed. If interested, please submit your Expression of Interest (EOI) by way of a letter promptly but in any case before 26.05.2017. EOI may also be emailed to us at dgm.sr@sbi.co.in

DGM (CDR)