

Through Email

No.11-1/2022-SDF

भारत सरकार

Government of India

उपभोक्ता मामले, खाद्य और सार्वजनिक वितरण मंत्रालय

Ministry of Consumer Affairs, Food & Public Distribution

खाद्य और सार्वजनिक वितरण विभाग

Department of Food & Public Distribution

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कृषि भवन, नई दिल्ली
दिनांक : 16.12.2024

कार्यालय ज्ञापन

विषय : Minutes of Meeting of the Committee for Rehabilitation (CFR) for Restructuring including One Time Settlement (OTS) of SDF Loans held on 12th December, 2024 - Regarding

In continuation of this Ministry's O.M. of even number dated 9th December, 2024 on the subject mentioned above, a copy of the minutes of the meeting of the Committee for Rehabilitation (CFR) for restructuring including One Time Settlement (OTS) of SDF loans, under Revised Operational Guidelines held on 12th December, 2024 under the chairmanship of Joint Secretary(Sugar) is enclosed, for kind information and necessary action.

सुरेश कुमार नायक

(सुरेश कुमार नायक)

उपसचिव (SDF)

सदस्य सचिव

ईमेल : ds-sugar@gov.in

DISTRIBUTION :

1. Joint Secretary (Banking), Department of Financial Services (DFS), Jeewandeep Building, New Delhi.
2. Director (DSVO)
3. Director, National Sugar Institute (NSI), Kanpur
4. Director (Finance), DFPD

Special Invitees :

1. Representative from NCDC
2. Representative from IFCI Ltd.

सुरेश कुमार नायक

(सुरेश कुमार नायक)

उपसचिव (SDF)

सदस्य सचिव

Copy for information to :

1. PPS to JS (Sugar)
2. PS to Dir(PFC-I), Dept. of Expenditure, North Block, New Delhi.

Minutes of the meeting of the Committee for Rehabilitation (CFR) for Sugar Development Fund held on 12.12.2024 at 03.00 P.M. at the Department of Food and Public Distribution, Krishi Bhawan, New Delhi

A meeting of the CFR for consideration of the applications for Restructuring and One Time Settlement (OTS) of SDF loans under Revised Operational Guidelines dated 28.02.2024 issued under Rule 26 of Sugar Development Fund Rules, 1983 was held on 12.12.2024 under the chairmanship of Joint Secretary(Sugar). A list of participants is at **Annexure**. The representative of the sugar factory M/s. Lokmangal Sugar Ethanol & Cogeneration Industries Ltd. also attended the meeting through VC.

At the outset, the Chairman welcomed all the members of CFR. The Committee was informed that GoI has issued Revised Operational Guidelines for Restructuring of loans under Rule 26 of SDF on 28.02.2024. Salient provisions of the 'Revised Operational Guidelines for restructuring of SDF loans' were also noted highlighting the Scheme of 'One Time Settlement (OTS)' giving option to the sugar factories/undertakings for complete payment of Principal and Interest (with waiver of additional interest) for settlement of SDF loan accounts. It was also observed that the OTS Scheme under restructuring of SDF loans will reduce the overall default of SDF loans and improve recovery.

After that with the permission of the Chair, the Committee took up the agenda item for discussion. The observations/recommendations of CFR are as follows :

Agenda No. 1:

M/s. Lokmangal Sugar Ethanol & Cogeneration Industries Ltd., Village Bhandarkawathe, Tal. Sough Solapur, Dist. Solapur, Maharashtra for OTS of SDF Loan

The Committee considered the application of M/s Lokmangal Sugar Ethanol & Cogeneration Industries Limited for OTS of Cogeneration loan of Rs.5,86,00,000/- against Ledger No. IX-24 under Revised Operational Guidelines dated 28.02.204 issued under Rule 26 of SDF Rules, 1983.

2. The application meets the eligibility criteria for OTS of SDF loan as per Revised Operational Guidelines dated 28.02.2024. The Nodal Agency, IFCI Ltd., has also recommended the proposal of the company for OTS.

3. As per information provided by the O/o. CCA vide letter dated 02.12.2024, SDF dues position of the company as on 02.12.2024 is as under :

(in Rs.)

Loan Type	Ledger No	Loan Disbursed	Amount in default			Total default
			Principal Amount	Interest	Additional Interest	
Cogeneration	IX-24	5,86,00,000	4,68,80,000	3,09,69,000	1,49,85,000	9,28,34,000

4. The Committee observed that as on 02.12.2024, the sugar factory is eligible for waiver of additional interest for an amount of Rs. 1,49,85,000/- and if the proposal is approved by the competent authority, an amount of Rs.7,78,49,000/- is expected to be recovered from the company. However, the actual amount of outstanding principal & interest to be paid by the



Contd.....2/-

company along with waiver of additional interest in full may vary as on the date of Administrative Approval for OTS. The Committee was also informed that the company has also furnished an FDR for an amount of Rs.1.00 crore with ICICI Bank with lien marked in favour of IFCI (on behalf of SDF, GoI). In the event of the Company failing to fulfill its payment obligations under the OTS, the FDR shall be got liquidated by IFCI (on behalf of SDF, GOI) and the amount be appropriated against the original liabilities of the Company upon revocation of the OTS.

5. The application was discussed in detail and it was observed that if the proposal is accepted, this may result in recovery of Principal and Interest dues from the defaulter sugar mill and may lead to closure of long pending default account of the sugar factory. The Committee was also of the view that as recommended by the nodal agency, IFCI Ltd., **the company is required to pay the complete OTS payment of principal and normal interest thereon within a period of two months of issuance of AA** to settle its SDF loan account. Also, no extension of time will be given to the sugar factory, under any circumstances.

6. The representative of M/s. Lokmangal Sugar Ethanol & Cogeneration Industries Ltd. has also confirmed that they will positively repay the restructured OTS amount (Outstanding Principal and Interest) within the stipulated period of two months from the date of issuance of AA.

7. The Committee further opined that the OTS as entered into and concluded between the SDF and the company would be subject to the final approval of Hon'ble NCLAT/NCLT, in so far as the Corporate Insolvency Resolution Process (CIRP) for the Company/proceedings in the ongoing Appeal, are concerned. The Committee was also of the view that withdrawal of CIRP, if at all, may be considered only after payment of the complete OTS amount by the sugar factory.


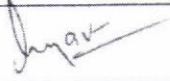
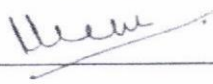
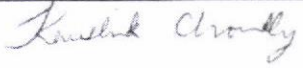
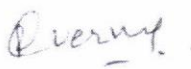
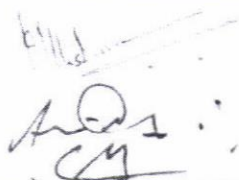
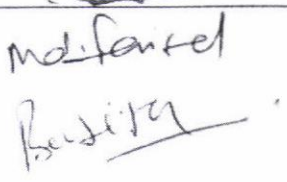


8. After due deliberations, the Committee recommended the OTS of the said SDF Cogeneration loan of M/s. Lokmangal Sugar Ethanol & Cogeneration Industries Ltd., Dist. Solapur, Maharashtra subject to the condition mentioned in Para 7 above and with the stipulation that the company is required to pay the complete OTS payment of principal and normal interest thereon within a period of two months of issuance of AA to settle its SDF loan account and no extension of time will be given to the sugar factory under any circumstances, for consideration of the Standing Committee on SDF.

The meeting ended with Vote of Thanks to the Chair.



Meeting of the Committee for Rehabilitation (CFR) for Restructuring of SDF Loans including OTS under Rule 26 held on 12.12.2024 at 03.00 P.M. in Committee Room No. 167, Krishi Bhavan, New Delhi

Attendance Sheet

S.No.	Name/Designation	Signature
1.	Joint Secretary (Sugar)	Present
2.	Director (Finance)	
3.	Deputy Secretary (Sugar)	
4.	Joint Director (Cost)	
5.	Representative of NSI, Kanpur Ms. Seema Paroha, Director	Through VC
6.	Representative of DFS Shri Ratnakar, Under Secretary	Through VC
7.	Under Secretary (Finance)	
8.	AD (Cost)	
9.	Representative of IFCI Deepak Mishra, GM Ain't on duty. SK Pal, mje	
10.	Representative of NCDC M.D. PATEL Babita meena	
11.	Representative of M/s. Lokmangal Sugar Ethanol & Cogeneration Industries Ltd.	Through VC
12.	VISHVI AJEET (AAO) O/o CCA, DFPD	
13.	Vinod Singh Raghav (Sr. Acc H.) O/o CCA, DFPD	
14.		