

Date: 27th August 2024

Dear Claimant,

Subject: Intimation under Reg. 39 (5A) of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016

Ref.: Resolution Plan for – Aditya Vidyut Appliances Limited (‘AVAL’) and Aditya Fabrication Private Limited (‘AFPL’)

The resolution plan for **Aditya Vidyut Appliances Limited (‘AVAL’) and Aditya Fabrication Private Limited (‘AFPL’)** which was submitted by consortium of SKM Steels Limited and Mr. Shankar Sevia Pawar (“Successful Resolution Applicant”) has been approved by the Hon’ble NCLT, Mumbai Bench vide its order dated 12th August 2024 in IA No. 211 OF 2022 in C.P (IB) No. 193/IBC/MB/2019.

The salient financial features of the approve plan are as under:

1. Total amount of claims admitted: Rs. 426.22 Crores
2. Total resolution amount offered (including deferred payment component) against the admitted claims of creditors: Rs. 70.18 Crores

Distribution to the creditors under the approved Resolution Plan is given below:

(Amount Rs. in Crores)

Sr. No.	Category	Claim admitted	Resolution Amount Allocated	
			Based on Final plan	As % of Claim admitted
1.	Financial Creditors - Secured	180.41	66.47	36.84%
2.	Financial Creditors – Unsecured	1.01	0.1	9.90%
3.	Operational Creditors -Workmen	4.8	2.4	50.00%
4.	Operational Creditors - Employees	5.94	0	0.00%
5.	Operational Creditors – Govt. Dues	22.97	0	0.00%
6.	Operational Creditors-Others	121.21	1.21	1.00%
7.	Other Creditors	89.88	0	0.00%

Sr. No.	Category	Claim admitted	Resolution Amount Allocated	
			Based on Final plan	As % of Claim admitted
	Total	426.22	70.18	16.47%

As per the Para 18 of the above NCLT order dated 12.08.2024, the Successful Resolution Applicant shall make payment of the PF and Gratuity liability of the CD as per the law laid down in ***Jet Aircraft Maintenance Engineers Welfare Association vs. Ashish Chhawchharia (RP) and Ors. (2022) ibclaw.in 861 NCLAT.***

The amounts as allocated will be distributed on pro-rata basis to each claimant after the funds are received from the Resolution Applicant as per the schedule given in the approved Resolution Plan. The first tranche of funds is scheduled to be received within 30 days from the date of approval of the Resolution Plan by the NCLT.

Copy of the Resolution Plan approval order is available on this website.