



Core #1, Scope Complex, 7, Institutional Area, Lodi Road, New Delhi -110003.
Phone No:24362200; 24361889 Email: ganarayanan@mmtclimited.com
Website : www.mmtclimited.com
CIN: L51909DL1963GOI004033

No.BS/325/SE.S/2016

29th April 2022

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| The Listing Department, National Stock Exchange of India Ltd Exchange Plaza Bandra Kurla Complex MUMBAI 400051 Symbol & Series: MMTC /EQ | Department of Corporate Services Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street MUMBAI 400 001 Company Scrip Code:513377 |
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Sub: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015

Dear Sir,

Pursuant to provisions of Regulation 30 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, it is hereby informed that as per the restructuring plan, entire WCL and FITL availed by MMTC from Banks could not be repaid by the Company by 29.4.2022 under the loan restructuring norms. Hence, as per the RBI -Covid Restructuring guidelines, the account shall be downgraded to NPA. In such a scenario, Bank's guidelines applicable for the NPA accounts will come into force, which includes but not limited to:

- i. Initiate remedial measures for recovery of the outstanding amount.
- ii. Concession extended, if any, shall be withdrawn and card rate shall be made applicable.
- iii. Reset interest rate to the Card Rate applicable.

In response to the above, the Company has replied to the Banks that MMTC loan restructuring was based on repayment of complete bank loans through NINL divestment proceeds and the Company has raised the issue of extension of moratorium / additional loans with Banks at various forums but was not granted any extra credit / time during restructuring of loans. Hence, on the basis of divestment of NINL which now is in the final stage but the reasons beyond the control of the Company have affected / delayed the proceeds. These are in the knowledge of Department of Commerce/DIPAM/Department of Financial Services and other concerned. It is expected that the entire repayment of debts to the Banks will be made by the Company on receipt of NINL divestment proceeds, expected up to 30/06/22 . Continuous requests are being made by MMTC with the all concerned including Bankers to consider the issue of extension of moratorium, additional credit and to avoid all penal actions. MMTC is not in a position to pay salaries/other essential expenses/statutory liabilities at least from December, 2021 onwards due to exhaustion of MMTC funds / bank limits mainly during 19-20 and other reasons such as - downsizing as per instructions / reducing business income and further due to delay in receipt of NINL divestment proceeds.

The reasons for delay in receipt of NINL divestment proceeds are mainly due to NINL creditors / liabilities issues being looked into by NINL statutory auditors. MMTC is making all possible efforts for early NINL divestment and MMTC directors have also pursued with CAG in this regard.



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Further, as per the note given in MMTC limited review for the period ended 30/09/21

“Exceptional item for the quarter include an amount of claim by a foreign supplier relating to import of coking coal in the F.Y. 2008-09 for supply to NINL (a JV company) for an amount of USD 78.72 million and cost of arbitration USD 0.98 million along with interest. Accordingly, MMTC has made a provision of Rs.138.28 crore (Rs. 7.52 crore towards interest liability for the quarter and further an additional amount of Rs. 130.76 crore (@7.50%) towards interest liability for the period 1.10.2009 to 24.9.2012 has been provided during the quarter). This additional provision has been made as per the discussion in the court hearing as updated by MMTC counsel, however formal order is awaited. Total provision comes to Rs.1038.46 crore (Provision of Rs. 900.18. crore has been provided up to 30.06.2021). Anglo Coal execution petition is being heard/pending in Hon’ble Delhi High Court. MMTC is also exploring further legal recourse available.”

Hon’ble Supreme Court Order is now available on the website on the same lines.

Further important developments will be intimated in due course.

Thanking you,

Yours faithfully,
For MMTC Limited

(G.Anandanarayanan)
Company Secretary