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Registered Insolvency Professional

Regn.No. IBBI/IPA-002/IP-N00098/2017-2018/10241

Ref: SR/IP/KICL/243/2023-24

Date: 11th December 2023

To,
The Stakeholders of
Krishna Industrial Corporation Limited – In Liquidation

Dear Sir/Madam,

Sub: Krishna Industrial Corporation Limited (In Liquidation) – Intimation of Full and Final Settlement of Stakeholders

Krishna Industrial Corporation Limited (CIN: U45309TN1956PLC001112) is under Liquidation under the provisions of Insolvency & Bankruptcy Code, 2016 (IBC) vide Hon'ble National Company Law Tribunal (NCLT), Chennai Bench, Order dated 27th July 2020.

REALISATION

As per IBBI (Liquidation Process) Regulations, 2016 Liquidator realized Land & Building, Plant & Machinery, Securities and Financial Assets of the Corporate Debtor. The proceeds from the sale of the liquidation assets are tabulated here for the reference of the members of Stakeholders Consultation Committee (SCC) members:

The details of assets as per Asset Memorandum and Final Sale Report

Table (1)

#	Particulars	Estimated Liquidation Value (Rs.)	Realized Amount (Rs.)
1	Land and Building	19,01,32,600	19,65,00,000
2	Plant and Machinery (excluding GST on sale of Plant and Machinery)	34,73,000	1,04,05,000
3	Securities and Financial Assets:		
	a) Sale of 3720 Equity shares of Lakshmi Finance & Industrial Corporation Limited	2,15,760	5,03,651
	b) Electricity Security Deposits	0	11,74,015
	c) 52 Equity shares of Andhra Cements Limited	205	During the 9 th SCC meeting held on 26 th May 2023 it was decided to drop the process of realization of the insignificant shares
	d) 100 Equity shares of Bank of India	0	
4	Other bank realisation and dividend income	0	5,88,720
5	Interest earned from fixed deposits made during liquidation period	0	5,56,522
	Total	19,38,21,565	20,97,27,908



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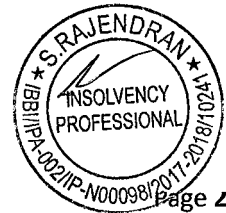
DISTRIBUTION

The available proceeds were distributed to the stakeholders in the order of priority in accordance with the provisions of Section 53 of IBC. The distribution table is shown as below:

Table (2) (Amt in Rs.)

S No	Section of IBC, 2016	Particulars	Admitted Amt	First Tranche (A)	Final Tranche (B)	Total Payment (A+B)	Payout Percentage on admitted claims. (%)
1		Provident Fund	70,67,174	70,67,174	NIL	70,67,174	100%
2		Gratuity dues	1,58,27,059	1,58,27,059	*2,53,923	1,60,80,982	101%
3	53(1)(a)	Insolvency Resolution Process Cost (Interim Finance Cost with interest thereon)	NIL	25,73,594	NIL	25,73,594	100%
4		Liquidation Cost (Interim Finance Cost with interest thereon)	NIL	84,55,798	NIL	84,55,798	100%
5		Other Liquidation Cost	NIL	57,76,651	8,40,245	66,16,896	100%
6	53(1)(b) (i)	Workmen's due 24 months preceding Liquidation Commencement date	81,77,157	36,79,721	1,18,439	37,98,160	46%
7	53(1)(b) (ii)	Dues to secured creditors (Relinquished Creditors)	35,55,25,914	16,24,79,422	26,55,882	16,51,35,304	46%
8	53(1)(c)	Employee's due 12 months preceding Liquidation Commencement date	38,22,431	NIL	NIL	NIL	NIL
9	53(1)(d)	Dues to unsecured creditors	NIL	NIL	NIL	NIL	NIL
10	53(1)(e) (i)	Dues to Government Authority other than Provident Fund	4,38,451	NIL	NIL	NIL	NIL
11	53(1)(e) (ii)	Dues to Secured Creditor for any amount unpaid following the enforcement of Security Interest	NIL	NIL	NIL	NIL	NIL
12	53(1)(f)	Remaining other creditors dues (Workmen other than 24M preceding Liquidation Commencement date, Employees other than 12M preceding Liquidation Commencement date and Suppliers dues)	2,68,31,676	NIL	NIL	NIL	NIL
13	53(1)(g)	Preference Shareholders	NIL	NIL	NIL	NIL	NIL
14	53(1)(h)	Equity Shareholders	NIL	NIL	NIL	NIL	NIL
		Total	41,76,89,862	20,58,59,419	38,68,489	20,97,27,908	

*An amount of Rs. 2,53,923/- is admitted afresh as Gratuity dues.



FIRST TRANCHE

We have informed the SCC members about the first tranche of distribution (i.e., column A of the above Table 2) through our email dated 1st June 2023. The same is reproduced below for the reference to the SCC members:

Table (3)

Sl. No.	Name of the Stakeholders	Settlement Amount (A)	Less TDS Amount (B)	Actual Amount Remitted (A-B)	Status of payments
		(In Rs.)			
1	Employee’s Provident Fund Organization, Eluru	70,36,021	0	70,36,021	Remitted through DD dated 29 th May 2023
2	Employee’s Provident Fund Organization, Vijayawada	31,153	0	31,153	Remitted through DD dated 29 th May 2023
3	Workmen & Employee – Gratuity	1,58,27,059	0	1,58,27,059	Payment made on various dates, as and when the updated bank account details were received.
4	Repayment of CIRP Interim Finance – MARCL@	22,53,566	3,186	22,50,380	Remitted on 29 th May 2023
5	Repayment of CIRP Interim Finance – APSFC @	3,20,028	468	3,19,560	Remitted on 31 st May 2023
6	Repayment of Liquidation Interim Finance – MARCL	82,36,550	66,520	81,70,030	Remitted on 29 th May 2023
7	Repayment of Liquidation Interim Finance – APSFC	2,19,248	2,350	2,16,898	Remitted on 31 st May 2023
8	Other Liquidation Costs	57,76,651	4,85,000	52,91,651	Remitted on 29 th May 2023
9	Financial Creditor – MARCL	14,20,33,302	0	14,20,33,302	Remitted on 29 th May 2023
10	Financial Creditor – APSFC	2,04,46,120	0	2,04,46,120	Remitted on 31 st May 2023
11	Workmen – Priority Debts	36,79,721	0	36,79,721	Payment made on various dates, as and when the updated bank account details were received.
	Total	20,58,59,419	# 5,57,524	20,53,01,895	

#TDS amount of Rs. 5,57,524/- was also remitted subsequently.

@ MARCL- Maximus ARC Limited; APSFC- Andhra Pradesh State Finance Corporation.

In addition to the above we have refunded Rs. 31,97,500/- to APSFC who had deposited this amount towards liquidation cost as per Reg. 21A of IBBI (Liquidation Process) Regulations, 2016.



2ND & FINAL TRANCHE

Post first distribution, the Liquidator realized from Securities and Financial Assets and balances in other bank accounts during June 2023 to October 2023. After considering the liquidation expenses incurred till October 2023 the realised proceeds were distributed to the Stakeholders (ie., column B of the Table 2) as per section 53(1) of the Insolvency and Bankruptcy Code, 2016 and the same is tabulated below:

Table (4)

Sl. No.	Name of the Stakeholders	Final Tranche Amount (in Rs.)	Date of payment
1	Workmen & Employee – Gratuity (new admission)	2,53,923	Remitted on 25 th October 2023
2	Other Liquidation Costs	8,40,245	Remitted on 25 th & 27 th October 2023
3	Financial Creditor – MARCL (Differential payout from the first tranche)	5,39,679	Remitted on 25 th October 2023
4	Financial Creditor – APSFC (Differential payout from the first tranche)	77,688	Remitted on 25 th October 2023
5	Workmen – Priority Debts (Differential payout from the first tranche)	71,553	Remitted on 25 th October 2023
6	Financial Creditor – MARCL (Final settlement from the available balance)	17,81,992	Remitted on 25 th October 2023
7	Financial Creditor – APSFC (Final settlement from the available balance)	2,56,523	Remitted on 25 th October 2023
8	Workmen – Priority Debts (Final settlement from the available balance)	46,886	Remitted on 25 th October 2023
	Total	38,68,489	

As all the assets have been realised and distributed to the Stakeholders as per Section 53 of IBC, 2016. Further it is highlighted to the Stakeholders that the liabilities of the Stakeholders have been discharged by taking into consideration of the receipt of above said payments. Further Liquidator is in the process of filing the dissolution application to Hon'ble NCLT, Chennai as per Section 54 of IBC, 2016.

Copy of this letter will be published in the website of the KICL (<https://kic.ind.in/>) for the reference to all the Stakeholders.

Kindly acknowledge the receipt of the letter.

Regards,

S. Rajendran
Liquidator

In the matter of Krishna Industrial Corporation Limited
Authorisation for Assignment valid upto 22nd November 2024

