

REPORT OF DEBENTURE TRUSTEES FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2016

NAME: IDBI Trusteeship Services Limited
REGISTRATION NUMBER:
DATE OF REGISTRATION (IN DD/MM/YY):

IND0000000460
Renewal Certificate dated 26th April, 2012

SECTION I: ACTIVITIES

A Details of Debenture Issues (Public (P)/Rights * Privately Placed (PPU)/ Privately Placed Unlisted(PPU))

	Number of Debenture issues accepted during the half year ended 30th September, 2016.			Cumulative Number of Debentures issues handled up to the year ended 30th September, 2016.	Size (in Rs. Crore) of Debenture issues accepted during the half year ended 30th September, 2016.			Cumulative Size (in Rs. Crore) of Debenture issues handled upto the year ended 30th September, 2016.
	Secured	Unsecured	Total		Secured	Unsecured	Total	
Public	2	1	3	44	4,000	3,500	7,500	50,943
Rights	0	0	0	0	-	-	-	0
Privately Placed Listed	169	34	203	2223	1,22,338	39,399	1,61,737	15,06,201
Privately Placed Unlisted	80	26	106	725	15,973	7,092	23,065	1,39,547
Total	251	61	312	2992	1,38,311	46,491	1,84,802	16,96,691

Note: As on 30/09/2016 : 1627 Issues having aggregate value of Rs.5,03,505 crores have been redeemed.

B Activities other than debenture trusteeship as on 30th September, 2016.

	Description of Activity	No. of clients
Alternative Investment Fund	Alternative Investment Fund Trusteeship	12
Commercial Paper Trustee	Commercial Paper Trusteeship	4
Escrow Agent	Escrow Agent Trusteeship	40
Facility Agent	Facility Agent Trusteeship	62
Infrastructure Investment Fund	InvIT Trusteeship	2
Monitoring	Monitoring the value of shares	3
NDU Agent	NDU Agentship	43
Power of Attorney	Holding POA	1
Private Trust	Holding Private trustee	17
Public Deposit Trustee	Public Deposit trusteeship	16
Safe Keeping	Safe keeping of documents	82
Securitization	Securitization trusteeship	74
Security Agent	Acting as an agent on behalf of security holder	55
Security Trustee	Holding of security for the benefit lenders	623
Settlor	Creation of trust	3
Share Pledge Trustee	Holding of shares for the benefit lenders	90
SLR Trustee	SLR Trusteeship for holding SLR securities for the benefit depositors	5
Special Purpose Vehicle	SPV Trusteeship	2
Venture Capital Fund	VCF Trusteeship	22

Name of Compliance Officer: Mr. S. Gunware
Email ID: sgunware@idbitrustee.com
Date: 12th October, 2016



Name of the DT: ITSL

SECTION II : REDRESSAL OF INVESTOR GRIEVANCES

For the Half Year ended 30th September,2016 .

A Status of Investor Grievances

Sr.No.	Name of the issuer (tranche wise)	Issue Size (Rs. Crores)	Pending complaints at the end of the previous half year	No. of complaints received during the half year	No. of complaints resolved during the half year	No of complaints pending at the end of half year
1	IDFC Ltd (Tranche -I -FY 2010-2011)	472	0	609	609	0
2	IDFC Ltd (Tranche -II -FY 2010-2011)	800	0	2296	2296	0
3	IDFC Ltd (Tranche -III -FY 2010-2011)	250	0	905	905	0
4	IDFC Ltd (Tranche -I, II, III -FY 2011-2012)	5000	0	2,379	2,379	0
5	L & T Finance Ltd.	1000	0	1	1	0
6	SBI	1000	0	10	10	0
7	SBI	5496.99	0	49	49	0
8	Shriram Transport Finance Company Ltd. (NCD VI)	500	0	3	3	0
9	Shriram Transport Finance Company Ltd.	3000 (Under Shelf Prospectus) 1974.8471	0	3	3	0
10	Muthoot Finance Ltd.	1000(Amount collected 693.28)	0	3	3	0
11	Muthoot Finance Ltd.	600 (Actual collected 459.32)	0	1	1	0
12	Muthoot Finance Ltd.	500(Amount collected 259.75)	0	0	0	0
13	Muthoot Finance Ltd.	500(Amount collected 274.94)	0	2	2	0
14	Muthoot Finance Ltd.	300(Amount collected 300)	0	1	1	0
15	Muthoot Finance Ltd.	300(Amount collected 300)	0	1	1	0
16	Muthoot Finance Ltd.	500(Amount Collected 500.00)	0	4	4	0
17	Muthoot Finance Ltd.	200(Amount collected 197.92 cr)	0	2	2	0
18	Muthoot Finance Ltd.	500(Amount collected 466.19 cr)	0	5	5	0
19	Muthoot Finance Ltd.	400(Amount collected 397.78 crores)	0	3	3	0
20	Muthoot Finance Ltd.	400.00 (Rs.417.44 crores)	0	1	1	0
21	Muthoot Finance Ltd.	150+150(300)	0	3	3	0
22	Muthoot Finance Ltd.	250+250= Rs. 500 crores	0	2	2	0



23	Muthoot Finance Ltd.	250+250= Rs. 500 crores (Actually collected Rs.438.52 crores)	0	2	2	0	
24	Muthoot Finance Ltd.	250+250 (500)	0	1	1	0	
25	India Infoline Finance Ltd.	750	0	9	9	0	
26	India Infoline Finance Ltd.	500	0	3	2	1	
27	India Infoline Finance Ltd.	1050	2	31	31	2	
28	India Infoline Housing Finance Ltd.	500	0	12	12	0	
29	India Infoline Housing Finance Ltd.	200	0	3	3	0	
30	ICICI Bonds - February -2001(102) CGB II	3.68	0	1	1	0	
31	ICICI Bonds -June-2001(106)CGB III	2.937	0	1	1	0	
32	ICICI Bonds - June -2001(106) CGB II	6.68	0	1	1	0	
33	ICICI Bonds-July,2001(107)CGB-I	2.161	0	1	1	0	
34	ICICI Bonds -January-2002(201) CGB-I	2.998	0	1	1	0	
35	ICICI Bonds- February-2002(202) CGB II	3.536	0	2	2	0	
36	NTPC Limited	700	0	78	78	0	
37	NHPC Limited	1000	2	123	125	0	
38	Ecelweiss Housing Finance Ltd.	500	0	133	133	0	

B
Details of the complaints pending for more than 30 days

Sr. No.	Name of the Issuer	Issue Size (Rs. in Crores)	No. of complaints pending for more than 30 days	Nature of the Complaint(s)				Steps taken for redressal	Status of the complaint (if redressed, date of redressal)
				Delay in payment of interest	Delay in payment of redemption	Delay in payment of redemption			
NIL									

Name of Compliance Officer:
Email ID:
Date:

Mr. S. Gunware

sgunware@idbitrustee.com
12th October, 2016



Name of the DT: ITSL

Section III - DEFAULT DETAILS

For the Half Year ended 30th September, 2016

Information regarding default by the Issuer Companies in Public (P) / Rights (R) / Privately Placed Listed (PPL) Issues of Debentures up to the half year ended 30th September, 2016

Sr. No.	Name of the Issuer	Secured / Unsecured	Type (P/R/PPL)	Issue Size (in Rs. crores)	Type of Default*	Details of action taken
1	Gujarat Perstrop Elektroniks Ltd.	Secured	P	7.98	Delay in payment of interest/redemption of principal	An amount of Rs. 3.49 Crores received from the official liquidator, attached to Gujarat High Court. An amount of Rs. 60.43 per debenture of Rs. 40/- per debenture is distributed. The amount is deposited in a Separate Bank Account with IDBI Bank in June, 2011, out of Rs. 3.49 crores an amount of Rs. 2.20 crores stands paid / distributed to the debenture holders. Cheques issued to the debentureholders through ISIL/Sterite Corporate Services Private Ltd. (SCSPL), the R & T Agent in June, 2011. The amount is paid as and when the cheques are presented by the debenture holders. As on 30/09/2016 the balance amount in the Account is Rs. 1.29 crores.
2	JF Laboratories Ltd.	Secured	P	12.75	Delay in payment of interest/redemption of principal	Company is facing long term liquidity problems. Suit filed by IDBI as Trustees for recovery of dues which are secured on Second Charge basis. Affidavit of Evidence filed. In Recovery Proceedings initiated by Kotak Mahindra Bank the Assignee of First Chargeholders, the assets have been sold by DRT, Mumbai. Sale Proceeds were not sufficient to satisfy the dues of First Chargeholders. In a Company Petition No.442 of 2010, the company has been ordered to be wound up vide order dated the 24th March, 2011 passed by Honble Bombay High Court. We have filed our Affidavit of Proof of Debt with OL, Bombay High court on 22/12/2011. The Liquidator attached to the Bombay High Court has sold plot of land situated in the State of Gujarat for Rs.23 lakhs which has been exclusively charged to Trustees for the benefit of Debenture Holders. We have moved an application before Bombay High Court for release of the said amount to us as Trustees. In our Suit No. 1109 of 2000 pending before Bombay High Court, the OL has been impleaded in place of the Company. Our said suit came for cross examination of our witness by the Advocate OL on 21st January, 2015 before Honble Mrs. Justice S.C. Dahi. Cross Examination of our Witness was done by the Advocate of OL. However, subsequently, Judge realised that she was not suppose to take cross examination and it should be done before another Judge. The matter is to be listed for further hearing.
3	Montari Leathers Ltd.	Secured	P	11.89	Delay in payment of interest/redemption of principal	Company was facing long term liquidity constraints. BIFR recommended winding up of the Company. The Company has gone in appeal to AAIFR against the order of BIFR. The said appeal has been rejected by the AAIFR. IDBI sold the assets of the Company for Rs.2.90 crores on 17/04/2008 under SARFAESI Act, 2002. Statutory dues like PF, ESIC, Gratuity etc. are to be adjudicated. We have since received an amount of Rs.75.47 lakhs towards Debenture holder's share in the sale proceeds from the IDBI Bank. The amount has been kept in a Separate Bank Account with IDBI Bank in April, 2013. Distribution of sale proceeds to the debentureholders has been started. An Amount of 11.15 lakhs stands distributed. As on 30/09/2016 the balance amount in the Account is Rs.64.32 lakhs.



4	Rajasthan Petrosynthetics Ltd.	Secured	P	9.43	Delay in payment of interest/redemption of principal	We have received an amount of Rs. 28 lakhs from IDBI towards the share of Debentureholders which has been kept with the separate bank account with IDBI bank in September, 2009. We published notices in the Business Standard and Dainik Bhaskar about distribution of amount. Cheques issued to all the debenture holders and an amount of Rs. 21.31 lakhs stands distributed. As on 30/09/2016, the balance amount in the Account is Rs. 6.63
5	Spanco Ltd.	Secured	PPL	92	Delay in payment of interest/redemption of principal	Constant & vigorous follow-up is being made. LIC the debenture holder is seized of the matter and granted rescheduling of interest to the company vide its letter dated the 28th March, 2011. Company has paid an amount of Rs. 2 crores to LIC the Debentureholder. We as Trustee had convened the meeting of the Debenture Holders viz. LIC, BOI & Karnataka Bank on 09/03/2015 to decide upon the further course of action for recovery of dues. It was informed by LIC that LIC is in the process of filing Recovery Application before DRT, Mumbai. The representative of Karnataka Bank informed that their Bank is also in the process of filing Recovery Application before DRT and Complaint u/s 138 of NI Act, 1881 for dishonour of Cheques. It was informed by the Representative of BOI that they would take further action in consultation with their Legal Deptt. Notice under SARFAESI Act, 2002 issued on 11/02/2016 on the Official Liquidator, High Court, Bombay as the Company has gone in liquidation. OL has taken possession of the properties of the company. We have written to OL, HC Bombay to handover the assets charged to us. OL has informed us to obtain High Court Order for the same. We have informed the Debenture Holders for appointment of Advocate for getting the High Court Orders directing the OL to handover the possession to us. LIC the major Debenture Holder's approval is awaited.
6	Spartek Ceramics Limited	Secured	P	5.03	Redemption / Interest	Registered under BIFR 2006, IDBI Bank (OA) submitted BRS proposing to repay 40% of principal amount to all debentureholders. Accordingly, company has repaid all Institutional Debentureholders. While small debentureholders are yet to be repaid. Pending BIFR Clearance, IDBI Bank (OA) is holding amount due to small debentureholders Rs. 86 lacs in a separate account. We are following up with OA, BIFR next hearing due on 13.06.2013. The Operating Agency has submitted a Revised Rehabilitation Scheme to the Hon'ble BIFR. The Hon'ble BIFR has ordered circulation of the scheme on 12/12/2013 and had fixed the date of hearing on 12/3/2014 to invite objections from the parties concerned and pass orders for approving the Draft Rehabilitation Scheme. The meeting of BIFR was held on 12/3/2014 to consider approval of the DRS. The meeting was attended by all the concerned and the Hon'ble BIFR has reserved its orders. The DRS provides for repayment of Rs. 86 lakhs towards 40% of principal for the debentureholders. SCIL draft scheme provides for detailed note on below aspects and placed before BIFR. Meanwhile, Company had a MA from integrated Finance heard on June 3, 2015. The main hearing scheduled for Feb 26, 2015 was postponed indefinitely by BIFR. The main hearing postponed from Feb 26, 2015 was never posted for hearing at BIFR. Meanwhile Company had a MA from integrated Finance heard on June 3, 2015. OA, IDBI has submitted the Draft Rehabilitation Scheme of the company to the Hon'ble BIFR on 16/3/2016. Rehabilitation Scheme was circulated in July 2016 by the Hon'ble BIFR and case is posted for hearing on 20th October, 2016.
7	Spartek Ceramics Limited	Secured	P	2.75	Redemption / Interest	



8	HDIL Ltd.	Secured	PPL	1150	Delay in payment of interest/redemption of principal	Constant & vigorous follow-up is being made with the Company for clearance of default. Debenture holder are seized of the matter and in constant touch with the Company. The company has defaulted in payment of interest to the debenture holders. The Company has also defaulted in submission of Periodical Reports. We in our capacity as Debenture Trustees convened Six Meetings of the Debenture Holders and the Company on 14th June, 2013, 25th September, 2013, 8th July, 2014, 3rd March, 2015, 10th March, 2015 and on 11th May, 2015 at our Office in Mumbai. The Company had assured to clear the default at the earliest. Notice under Section 13(2) the SARFAESI Act, 2002 issued to the Company on 08/07/2015. The Company has raised some objections to the Notice. We have replied the same vide our letter dated the 18th September, 2015. Again Meeting of the Debenture Holders and the Company was held on 13/10/2015 at our Office. Notice dated 4th March, 2016 for taking Possession of the Secured Assets was sent to the Company. Possession was scheduled to taken on on 17/03/2016. However, at the request of the Company and with the approval of the debenture holders it was deferred as the Company had assured to make the payment. We are seeking further instructions from the debenture holders. Next Meeting of the Debenture Holders is scheduled on 04/10/2016 for deciding further course of action.
9	Parekh Aluminium Ltd.	Secured	PPL	247	Delay in payment of interest/redemption of principal	The Company has defaulted in payment of interest. We had Four meetings of Debenture Holders on the issue. The Company has made reference to CDR. Except SBI Pension Fund and LIC Pension Fund other debenture holders have joined CDR. Last meeting of the Debenture holders was convened on 26/09/2016 to discuss various modes of actions for recovery of dues of debenture holders. It has been decided to issue notice under SARFAESI Act, 2002 as amended by Enforcement of Security Interest and Recovery of Debt Laws and Miscellaneous Provisions (Amendment) Act, 2016 as notified on 16/08/2016. Draft of Default Notice circulated to the Debenture Holders for their approval and filling in default details.
10	WS Industries (India) Ltd.		PPL	30	Delay in redemption of debentures	The Company has defaulted in payment redemption of 1st instalment of Principal due on 30th September, 2013. We in our capacity as Debenture Trustees as also Debenture Holder are following up with the company for payment. On the instructions of the Debenture Holders ITSL as Trustees has issued "Notice of Acceleration" on 22nd February, 2015 to the Company. The Company vide letter dated 1/7/2015 has informed us regarding their case having registered with the BIFR under Reference No. 75/2015. We have communicated the said information to the Debenture Holders on 9/07/2015.

11	REI Agro Ltd.	Secured	PPL	267.5	Delay in payment of interest/redemption of principal	The Company has defaulted in payment of interest. We had convened meeting of Debenture Holders on the issue. The Company has assured to make the payment. Debenture Holders agreed to give time upto 20th March, 2014. The Company did not make the payment as assured. The Company vide its letter has informed that they have provided for export bills for discounting with the banks and the discounting of the bill is in process. Lenders were considering the restructuring of the loans. Debenture Holders are to react to the same. On the instructions of LIC who is the sole debenture holder for one of the series of the debentures issued by the company, we as Debenture Trustee has issued notice on 09/03/2015 under SARFAESI Act, 2002. "Based on the erosion of the entire net worth of the Company a reference was filed by the Company in terms of the provisions of section 15(1) of SICA with the Board for Industrial and Financial Reconstruction (BIFR) on April 28, 2015 and to Further study the reasons of Sickness and determination of measures to be adopted for revival of the Company through its letter dated July 03, 2015.
12	Punj Lloyd Ltd.	Secured	PPL	300 (ICICI Bank), 150 (LIC)	Delay in payment of interest/redemption of principal	Accordingly, the Hon'ble BIFR vide its letter dated July 03, 2015 informed the Company that the aforesaid reference has been registered a case no. 85/2015 under the provisions of SICA for adopting measures for the revival and rehabilitation.
13	GTL Ltd.	Unsecured	PPL	1400 by SCB	Delay in payment of interest/redemption of principal	The Company has not paid interest to the ICICI Bank. ICICI Bank is in touch with the company for early payment. LIC vide various letters/emails has advised the company to pay their dues. LIC has categorised the account of the Company as NPA in their books. After continuous follow-up, the Company has made payment towards interest due on 2.10.2014 together with penal interest. As regards balance Payment the Company has sought support as discussed during their meeting with LIC. ICICI Bank has filed Original Application (OA) bearing No. 372/2016 in the DRT-I at Delhi on 26/07/2016.
14	Monnet Ispat Ltd.	Secured	PPL	Rs. 100 crores by LIC, Rs. 180 crores by J & K Bank & Ors.	Delay in payment of interest/redemption of principal	SCB has filed winding petition against the Company before the Bombay High Court. Lenders have opposed the same. Matter is sub-judiced before Bombay High Court.
15	Jaiprakash Associates, Ltd.	Secured	PPL	Rs. 300 Cr. Rs. 150 Cr. Rs. 400 Cr & Rs. 500	Non Creation of DRR & Delay in payment of interest/redemption of principal	LIC has written to the Company for clearance of default vide their letter dated 17th March, 2015. Central Bank of India as also J & K Bank have written to the Company vide letter dated the 20th February, 2015 and 10th March, 2015 respectively. The Company is trying for Strategic Debt Restructuring (SDR) with the Debenture Holder. "Lenders of the Company have invoked SDR and converted part of their Debt in to equity to the extent of 51% of the paid up capital of the company. Currently process for change in management is underway. During the 18 month period from Reference Date of SDR invocation (Aug 22, 2015), the Lenders have resorted to standstill clause. Further the company has incurred EBITDA losses during the FY ended March 31, 2016 and hence is not in a position to pay the dues/interest of any of its lenders. NCD lenders have also participated in the SDR.

The company has informed us vide their letter dated 04th July, 2016 that they have made the payment of interest to LIC of India (Debentureholder) on 25/04/2016 for one of the Series of the NCDs and they are in process of making the payment to the Debentureholder as and when Funds are available with them.



23	Dena Bank	Unsecured	PPL	Rs.1000 crs	Delay in execution of DTD.	DTD executed on 01/08/2016 as against 29/04/2016.
24	National Housing Bank	Unsecured	PPL	Rs.3000 crs	Delay in execution of DTD.	DTD executed on 17/09/2016 as against 08/06/2016
25	National Housing Bank	Unsecured	PPL	Rs.2000 crs	Delay in execution of DTD.	DTD executed on 17/09/2016 as against 21/06/2016
26	National Housing Bank	Unsecured	PPL	Rs.2000 crs	Delay in execution of DTD.	DTD executed on 17/09/2016 as against 20/07/2016
27	Crompton Greaves Consumer Electricals Ltd.	Secured	PPL	Rs.650 crs	Delay in creation of Security.	In view of the demerger of the companies, it is taking time to get the properties transferred in the name of the Company. Two Debenture Holders viz SBI Funds Management Pvt. Ltd (SBI Mutual Fund) and DSP Black Rock Investment Managers Pvt. Ltd. has already consented to company's request for extension of time for creation of security. The company has already charged it's Intellectual Property which is giving Security Cover of 2.5 times as required under Infomation Memorandum.
28	Mandhane Industries Ltd.	Secured	PPL	Rs.100 crs	Delay in payment of interest/redemption of principal	The Company has delayed payment of interest and Principal due on 28th September, 2016.

- *Type of Default
1. Non-payment of interest;
 2. Non-payment of Principal;
 3. Delay in payment of interest/redemption;
 4. Any other (like non-creation of security)

Name of Comptroller: Mr. S. Gunware
Officer
Email ID: sgunware@idbitrustee.com
Date 12th October, 2016




Name of the DT: ITSL

SECTION - IV - COMPLIANCE

COMPLIANCE CERTIFICATE FOR THE HALF YEAR ENDED 30th September 2016.

A No conflict of interests with other activities

The activities other than debenture trusteeship performed by DT are not in conflict with DT activities and appropriate systems and policies have been put in place to protect the interests of debenture holders.

Yes.

B Change in status or constitution

Reporting of changes in status or constitution of DT (In terms of SEBI Circular No. CIR/MIRSD/10/2011 dated June 20, 2011)

NIL

1 IDBI Bank withdrew the nomination of Mr. Vinay Kumar and nominated Ms. Mythili Balsubramanian in his place. At the Board Meeting held on 02/08/2016 Ms. Mythili Balsubramanian has been inducted as director.

C Other Information

- (i) Details of arrest / conviction of key officials of DT
- (ii) Details of prosecution cases or criminal complaints filed by investors against the DT
- (iii) Details of any fraudulent activity by the employees associated with DT activities and action taken by the DT
- (iv) Details of conviction of any offence involving moral turpitude or any economic offence by employees of DT
- (v) Action taken by the DT on the above issues

NIL

NIL

NIL

NIL

NIL

D Compliance with registration requirements

Certified that the requirements specified for SEBI registration as DT are fulfilled, the details are as under:

- (i) Net worth (audited) as defined in the Regulations as on FY ended 31/03/2016 (as per the latest audited financials (Rs. in crores))
- (ii) Any change in infrastructure since the last report / registration: Renewal

NIL

131.85



(iii) Changes in Key personnel during the half year ended 30th September ,2016

NIL

Name(s) of the key personnel	Appointment Cessation	Date of Appointment cessation	Qualification	Experience	Functional areas of work
			NIL		

E
Details of deficiencies and non compliances

NIL

F
Details of deficiencies and non compliances

Date of Board Review (dd/mm/yyyy)

28th Nov. 2016

Observation of the BoD on

i) the deficiencies and non compliances

NIL

ii) corrective measures initiated

NIL

Certified that we have complied with SEBI (Debenture Trustee) Regulations, 1993, applicable provisions of SEBI (Issue and Listing of Debt Securities) Regulations, 2008, Circulars issued by SEBI and any other laws applicable from time to time except the deficiencies and non compliances those specifically reported at Section IV (E) above.

Name of Compliance Officer S.Gunware

Email ID:

sgunware@idbitrustee.com

Date

12th October, 2016

S. Gunware

