



Karuturi Global Limited

Office: # 204, Embassy Center, 11, Crescent Road, Bangalore – 560 001, INDIA

Tel: 0091 80 23085300 • E-mail: info@karuturi.com

url: karuturi.com • CIN : L01122KA1994PLC016834

Date: 19-02-2020

To,

National Stock Exchange of India Limited,
Exchange Plaza C-1, Block –G,
Bandra Kurla Complex,
Bandra (E), Mumbai- 400 051
NSE script code: KGL ISIN: INE299C01024

BSE Limited,
25th Floor, P J Towers,
Dalal Street,
Mumbai 400 001.
BSE script code: KGL | 531687

Subject: Disclosure under Regulation 30 read with Schedule III of Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Dear Madam/Sir,

We refer to compliance under Para 16 (1) of Part A of Schedule III and Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**SEBI Regulations**”) and other applicable provisions to provide an update concerning the Corporate Insolvency Resolution Process of M/s Karuturi Global Limited (“**KGL**”) as a matter of mandatory compliance.

Pursuant to the approval received by the members of Committee of Creditors, the Resolution Professional filed an application to Hon’ble National Company Law Tribunal (“**NCLT**”), Bengaluru seeking extension of CIRP for a further period of 90 days beyond 180 days on February 5, 2020. The copy of the order passed by Hon’ble NCLT, Bengaluru, allowing the extension of CIRP for a further period of 90 days starting on 29th January, 2020 till 27th April, 2020 is enclosed herewith as *Annexure A* for reference.

We request you to kindly take the same on record and treat this information as a disclosure in compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

Thanking you,
Yours truly,

For Karuturi Global Limited,



Ghanshyam Das Mundra

(Karuturi Global Limited is under Corporate Insolvency Resolution Process of the Insolvency and Bankruptcy Code, 2016 by National Company Law Tribunal (“**NCLT**”), Bengaluru Branch order dated august 2, 2019. Its affairs, business and assets are being managed by the Resolution Professional, Mr. Ghanshyam Das Mundra, appointed under the provisions of the Code.)

IP Regn. No.: IBBI/IPA001/IP-P00248/2017-18/10477

Email ID: cirp.kgl@mytemple.co.in

**NATIONAL COMPANY LAW TRIBUNAL
BENGALURU BENCH
COURT NO.1**

ATTENDANCE CUM ORDER SHEET OF THE HEARING OF NATIONAL COMPANY LAW TRIBUNAL,
BENGALURU BENCH, BENGALURU, HELD ON 07.02.2020

CAUSE LIST - 2

PRESENT: 1. Hon'ble Member (J), Shri Rajeswara Rao Vittanala
2. Hon'ble Member (T), Shri Ashutosh Chandra

CP/CA No.	Purpose	Sec	Name of Petitioner	Petitioner Advocate	Name of Respondent	Respondent Advocate
CP(IB)No. 216/BB/2018	For hearing IA 64/2020 IA 83/2020 - CIRP	Sec 7 of I&B code 2016	M/s Axis Bank Ltd	Poornima Hatti	M/s Karuturi Global Limited	Shri Ghanshyam Das Mundra, RP Shreyas Jayasimha for RP

ADVOCATE FOR PETITIONER/s:

ADVOCATE AAKASH SHERWAL Applicant in
for Resolution Professional I.A. 64/2020 & I.A. 83/2020

ADVOCATE FOR RESPONDENT/s:

Pooja Kini - For the Financial Creditor in CP(IB) 216/BB/2018
9177483768

ORDER

Heard Mr. Aakash Sherwal, learned Counsel for the RP and Ms. Pooja Kini, learned Counsel for the Respondent.

I.A No.64/2020 is disposed of by separate order

I.A No.83/2020 is allowed by separate order.

Post the C.P of the case on **02.03.2020**


MEMBER (T)


MEMBER (J)

Brunda

Verified

Court Officer

**IN THE NATIONAL COMPANY LAW TRIBUNAL
BENGALURU BENCH**

I.A. No.83 of 2020 in
C.P. (IB) No.216/BB/2018
U/s 12(2) of IBC, 2016
R/w Rule 11 of NCLT Rules, 2016

IN THE MATTER OF:

Shri Ghanshyam Das Mundra
Resolution Professional of
M/s. Karuturi Global Ltd
Office at E-204, Ashok Garden,
T.J.Road, Sewree,
Mumbai – 40015

- Applicant /RP

Date of Order: 07thFebruary, 2020

Coram: 1. Hon'ble Shri Rajeswara Rao Vittanala, Member (Judicial)
2. Hon'ble Shri Ashutosh Chandra, Member (Technical)

Parties/Counsels Present:

For the Applicant/RP : Mr. Akash Sherwal

For Financial Creditor : Ms. Pooja Kini

ORDER

Per:Rajeswara Rao Vittanala, Member (J)

1. I.A. No. 83 of 2020 in C.P. (IB) No.216/BB/2018 is filed by Mr.Ghanshyam Das Mundra, Resolution Professional of M/s.Karuturi Global Ltd(hereinafter referred to as 'Applicant/Resolution Professional') under Section 12(2) of the I&E Code, 2016 read with Rule 11 of NCLT Rules, 2016 by inter alia seeking to extend the period of CIRP by 90 days with effect from 28.01.2020.
2. Briefs facts of the case, as mentioned in Application, are as follows:



- (a) Initially, the C.P (IB) No.216/BB/2018 was filed by M/s. Axis Bank Limited (Petitioner/Financial Creditor) to initiate CIRP in respect of M/s. Karuturi Global Limited (Respondent/Corporate Debtor), and it was admitted by the Adjudicating Authority, vide order dated 02.08.2019, by appointing Mr. Ghanshyam Das Mundra as IRP, imposing moratorium etc. Aggrieved by the said order dated 02.08.2019, Sai Ramakrishna Karuturi, is one of the Director of the suspended Board of Directors of the Respondent preferred an Appeal before the Hon'ble NCLAT, vide Company Appeal (AT) (Insolvency) No. 825 of 2019, which was subsequently dismissed as withdrawn by upholding the order of the Adjudicating Authority.
- (b) It is stated that on 03.09.2019, pursuant to I.A 421/2019 preferred by one of the members of the suspended Board of Directors of the Corporate Debtor, viz Shri Sai Rama Krishna Karuturi, this Hon'ble Tribunal passed a status quo order directing to hold the first meeting of the CoC scheduled on 04.09.2019 shall be confined to the agenda of appointment of the RP and no further meeting are to be conducted by the IRP. Thus, subsequent to the meeting dated 04.09.2019, the RP has been precluded from convening any further unable to conduct the CIRP of the Corporate Debtor without the approval required for various issues regarding the Corporate Debtor. Finally, the said IA No 421/2019 was disposed of by an order dated 16.01.2020 wherein status quo order was vacated and the written copy of the said order has been made available on 21.01.2020. During intervening period between 04.09.2019 till the permission to conduct meetings of the COC is granted, the RP is unable to discharge much of his duties as approval of the COC could not be secured, including the approval of the



eligibility criteria for a RP. The RP has highlighted the same in the progress reports filed by him before this Hon'ble Tribunal.

- (c) It is further alleged that the Members of the suspended Board of Directors of the Corporate Debtor have been uncooperative and obstructive during the course of the Insolvency Proceedings. They have concealed vital information from the RP and have been evasive in responding to his requests for further information. As a result, the RP was not having requisite information that would enable him to prepare an information memorandum with full disclosures for the benefit of prospective resolution applicants.
- (d) It is stated that on account of the aforesaid circumstance, the RP is unable to make any substantive progress in the CIRP of the Corporate Debtor. The Resolution Professional was also unable to seek approval from the COC for seeking extension on insolvency proceedings due to various proceedings pending. On account of this, the Resolution Professional preferred an application before this Hon'ble Tribunal seeking exclusion of the period of stay of insolvency proceedings from computation of the 180 day period under section 12 IBC. In disposing of the said application, this Hon'ble Tribunal vide its order dated 28.01.2020 was pleased to grant ad interim extension of the insolvency proceedings by 10 days, thereby granting the RP an opportunity to seek approval from the COC for seeking 90 day extension of the insolvency proceedings.
- (e) In the above circumstances, the RP was able to convene the second meeting of the COC only on 28.01.2020, after giving the statutorily mandated 5 days' notice to the members of the Committee. In the meeting, the following resolution was passed:



“Resolved that the Corporate Insolvency Resolution Period of the Corporate Debtor is decided to be extended by 90 days beyond the 180 days prescribed under the Insolvency and Bankruptcy Code, 2016 subject to permission of the Adjudication Authority. Further, the RP is hereby authorised to file an application to the Adjudicating Authority to seek permission to extend the period of CIRP by 90days in terms of Section 12 of the Insolvency and Bankruptcy Code, 2016”

3. Heard Mr. AakashSherwal, learned counsel for Resolution Professional. We have carefully perused the pleadings of the party and extant provisions of the Code and the Rules made thereunder.
4. As narrated supra, the Resolution Professional is making every effort to conclude the CIRP in question within stipulated time but due to circumstances as explained above, it is not possible to conclude the CIRP within a period of 180 days as stipulated under the Code. An appropriate Resolution was also passed unanimously by the CoC Members in its Second meeting held on 28.01.2020 in favour of the extension of CIRP period by further 90 days. Therefore, we are satisfied with reasons cited by the Resolution Professional for seeking extension of time, and thus it is just and proper to extend a further period of 90 days beyond 180 days, which is going to expire on 28th January 2020.
5. In the result, I.A.No.83 of 2020 in C.P. (IB) No.216/BB/2018 is allowed with the following directions:
 - (a) Hereby extended for a further period of 90 days beyond 180 days starting from 29th January, 2020 till 27th April, 2020 (Original period of 180 days will expire on 28th January, 2020) in order to conclude the CIRP process in respect of Corporate Debtor as per Order dated 23rd July, 2019 passed in C.P. (IB) No.216/BB/2019.



- (b) We further direct the Resolution Professional to take all expeditious steps to complete the CIRP within the extended period.



**ASHUTOSH CHANDRA
MEMBER, TECHNICAL**



**RAJESWARA RAO VITTANALA
MEMBER, JUDICIAL**

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