OrchidPharma

(Formerly known as Orchid Chemicals & Pharmaceuticals Limited)
Corp. Off.: **Orchid Pharma Ltd.**, 'Orchid Towers' 313, Valluvarkottam High Road, Nungambakkam, Chennai - 600 034. India.
CIN: L24222TN1992PLC022994

(Under Corporate Insolvency Resolution Process)

July 05,2019

National Stock Exchange of India Ltd
Listing Department
Exchange Plaza, 5th Floor, Plot No: C/1
G - Block, Bandra - Kurla Complex
Bandra (East)
Mumbai – 400 051

BSE Limited
Corporate Relationship Department
1st floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort,
Mumbai - 400 001

Sub: - Disclosure pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015

Dear Sir/Madam

We hereby enclose a communication received from the Resolution Professional pertaining to the proposed payments by the Resolution Applicant under the approved resolution plan to the Creditors of the Company.

The above is for your kind information and records.

Thanking you

Yours faithfully

S Mathanagopalan
General Manager-Finance

Encl.: a/a

Proposed Payments by the Resolution Applicant under the Approved Resolution Plan

The proposed bifurcation amongst all the creditors by utilizing the net infusion made/ arranged by the Resolution Applicant of an amount aggregating to Rs. 570 crores is given below: (Amount in Rs.Crores)

Sr. No	Category of Claims	Verified Amount	Proposed Payment	Upfront - On Effective Date	Deferred – Within Deferred Payment Period
1.	Secured Financial Creditors	3,404.22	521.74	334.33	187.41
2.	Unsecured Financial Creditors	122.51	7.00	7.00	-
3.	Workmen and Employee dues				
	a. Current Employees				
	➢ Dues less than Rs. 10,00,000	6.80	6.80	6.80	-
	➢ Dues more than Rs. 10,00,000	6.78	4.32	2.16	2.16
	b. Ex-Employees				
	➢ Dues less than Rs. 50,000	2.25	2.25	2.25	-
	➢ Dues more than Rs. 50,000	10.90	6.83	3.42	3.41
4.	Statutory Dues (Elec Dept claim, Sales Tax Dept Claim)	7.49	7.01	-	7.01
5.	Operational Creditors (other than Workmen and Employee Dues and Statutory Dues)	82.80	4.00	4.00	-
6.	Other Creditors	Not Known	Nil	-	-
7.	Insolvency Resolution Process Cost	10.04	10.04	10.04	-
	Total	**3,653.79**	**570.00**	**370.00**	**200.00**

Note:

1) *"**Effective Date**" means the date on which all actions for implementation of the plan are consummated which shall, in any case, not be later than 30 calendar days from the date of receipt of the order of the NCLT approving this Resolution Plan;*
2) *"**Deferred Payment Period**" shall mean a maximum period of 1 year commencing from the Effective Date;*
3) *Cash and bank balance as on March 31, 2019, Surplus Cash and Creditors EBITDA shall be paid to the secured financial creditors in addition to the amount proposed herein as upfront cash recovery by the creditors, as provided in the Process Memorandum.*
4) *The Resolution Applicant also by letter dated June 3, 2019 has confirmed that it shall not have any right or claim with respect to the amount of INR 184.06 Crore which was reversed by State Bank of India pursuant to the order of NCLT in terms of this Resolution Plan.*
5) *Any surplus cash being the positive difference between the aggregate of cash balances held in all bank accounts of the Company on the NCLT Approval Date and March 31, 2019 ("**Surplus Cash**") will be added to upfront cash recovery of secured financial creditors specified in the Resolution Plan as a closing adjustment, provided the said adjustment is a positive adjustment and the net current assets (excluding cash and bank balance) on Effective Date remain at the same level as that of March 31, 2019. The Surplus Cash will be distributed in the same proportion as proposed*

above or as decided by the Adjudicating Authority. If a delay arises in distribution of the amount by the CoC, the amount shall be kept in an interest-bearing trust account in favour the Financial Creditor/s as approved by the Adjudicating Authority.

6) *The EBITDA (adjusted for non-cash costs) generated between the NCLT Approval Date and the Effective Date ("**OPL EBITDA**"), will be an additional consideration to secured financial creditors over and above upfront cash recovery, provided the net current assets (excluding cash and bank balance) on Effective Date remain at the same level as that of March 31, 2019. Any minor changes in the level of net current assets will be acceptable due to the going concern nature of business. The said OPL EBITDA will be distributed in the same proportion as proposed above.*

As per the approved resolution plan, the Resolution Applicant shall infuse or arrange to infuse fund in the Corporate Debtor as given below:

(Amount in Rs. Crores)

Particulars	**Amount available to creditors**	**Less Cash and Bank Balance as on March 31, 2019**	**Net Infusion by Resolution Applicant**
Upfront – On or before the Effective Date	691.98	321.98	370.00
Deferred – Within 1 year from the Effective Date	200.00	-	200.00
Sub-Total	**891.98**		**570.00**
Equity Infusion – Within 6 months from the Effective Period	40.00	-	40.00
Total*	**931.98**	-	**610.00**
Infusion of funds for purchase of land from Lakshmi Vilas Bank			**26.60**
Equity to Secured Financial Creditors	1% of the total issued, subscribed and paid-up share capital, post the infusion of equity in the Corporate Debtor and implementation of the Composite Scheme of Arrangement.		

**Does not include either the amount of INR 184.06 Crore which was reversed by State Bank of India pursuant to the order of NCLT or "Surplus Cash" or "OPL EBITDA"*