

Annexure - II

Format for disclosure of reasons for encumbrance

(In addition to Annexure - I prescribed by way of circular dated August 05, 2015)

Name of listed company	Patel Engineering Limited
Name of the recognised stock exchanges where the shares of the company are listed	i. BSE Ltd ii. National Stock Exchange of India Ltd
Name of the promoter(s) / PACs whose shares have been Encumbered	Praham India LLP
Total promoter shareholding in the listed company	No. of shares – 26,17,43,109 % of total share capital –56.23
Encumbered shares as a % of promoter shareholding	11.39%
Whether encumbered share is 50% or more of promoter Shareholding	No
Whether encumbered share is 20% or more of total share Capital	No

Details of all the existing events/ agreements pertaining to encumbrance

		Encumbrance (Date of creation of encumbrance: June 15, 2021)
Type of encumbrance (pledge, lien, negative lien, non-disposal undertaking etc. or any other covenant, transaction, condition or arrangement in the nature of encumbrance)		Pledge
No. and % of shares encumbered		No. of shares: 2,97,99,470 % of total share capital: 6.40
Specific details about the encumbrance	Name of the entity in whose favour shares encumbered (X)	Catalyst Trusteeship Ltd (Debenture Trustee)
	Whether the entity X is a scheduled commercial bank, public financial institution, NBFC or housing finance company? If No, provide the nature of the business of the entity.	No Debenture Trustee
	Names of all other entities in the agreement	Listed company and its group companies (if any) NIL Other entities (if any) – 1. Raahitya Constructions Private Limited 2. Praham India LLP
	Whether the encumbrance is relating to any debt instruments viz. debenture, commercial paper, certificate of deposit etc.? If yes, provide details about the instrument, including credit	YES 1. Name of the issuer : Patel Engineering Limited 2. Details of the debt instrument:

	Rating	<p>Optionally Convertible Debentures (OCD) of Raahitya Constructions Pvt Ltd</p> <p>3. Whether the debt instrument is listed on stock exchanges? No</p> <p>4. Credit Rating of the debt instrument : Not applicable</p> <p>5. ISIN of the Instrument: Nil</p>
Security Cover / Asset Cover	Value of shares the date of event / agreement (A) on	Rs. 44.25 crore (Present Pledge value) + Rs.328.56 crore. (Existing Pledge value of Prahm India LLP along with other Promoters pledge to same lender) =Rs. 372.81 crore.
	Amount involved (against which shares have been encumbered) (B)	Rs. 10 crore (New OCD) + Rs. 156 crore (Existing OCD), total = Rs. 166 crore
	Ratio of A / B	2.24
End use of money	<p>Borrowed amount to be utilized for what purpose –</p> <p>(a) Personal use by promoters and PACs</p> <p>(b) For the benefit of listed company</p> <p>Provide details including amount, purpose of raising money by listed company, schedule for utilization of amount, repayment schedule etc.</p> <p>(a) Any other reason (please specify)</p>	<p>For the benefit of Listed Company</p> <p>The Lenders of Patel Engineering Limited (the Listed Company) have implemented One-Time Resolution Plan under the Resolution framework for Covid-19 related stress by RBI dated 06 August 2020 in order to bridge the temporary liquidity gap caused on account of Covid-19.</p> <p>One of the condition of the OTR is that the Promoter shall infuse Rs. 25 crore from time to time in the listed Company. Raahitya Constructions Pvt Ltd, the promoter has agreed to infuse an amount of Rs. 25 crore in Patel Engineering Limited in tranches from out of which Rs. 10 crore is infused.</p> <p>The infused amount shall be utilized for payment of lenders dues of Patel Engineering Limited in terms of the OTR implemented by the said lenders.</p>



Signature of Authorized Signatory:

Place: Mumbai

Date: 17-06-2021