



GIRNAR

GIRNAR FIBRES LIMITED

Regd. Office : Guru Nanak Dev Nagar, St. No. 6, Basti Jodhewal
Ludhiana-141007 (PUNJAB)
Phone No. +91-161-2827200, FAX No. +91-161-2827222
Indore Office: 152, Sri Nagar Main, Indore (MP), Phone No. 0731-2563347
Factory: 516-518, Industrial Area, Sector-III, Pithampur-454775, Distt. Dhar (MP)
Email- girnar.fibres@gmail.com

GFL/2013-14/ 41

Dated : 18.10.2013

Company Secretary and Compliance Officer,
IFCI Ltd.,
IFCI Bhawan, 1-C,
Sector – 27 A, Madhya Marg
Chandigarh – 160 019

Sub: Debenture Trustee – Quarterly Report

Dear Sir,

Please find enclosed Quarterly Report for the quarter ended 30.09.2013.

We hope that you will find the above in order.

Thanking you

Yours faithfully,

For Girnar Fibres Limited

(Authorised Signatory)

Encl: As above.

GIRNAR FIBRES LIMITED

Quarterly Report for the Quarter ended 30.09.2013

a. Utilization of Funds (Auditor's Report)

- Already submitted

b. The previous due date for the payment of interest/principal to the Debenture holders.

- Interest has not been paid.

Further, due to sick status of the Company, interest could not be paid. The Company was declared sick by the Board for Industrial and Financial Reconstruction (BIFR) vide Order dated 25.04.2006 in Case No. 107/2004 and 338/2004 in terms of section 3(1)(o) of Sick Industrial Companies (Special Provisions) Act, 1985.

c. Details of interest due but unpaid (if any) and reasons thereof

- Interest could not be paid due sick status of the Company, as mentioned in (b) above.

d. The next due date for payment of interest/principal on due date.

- The Company is not in a position to pay interest /principal due to sick status as mentioned in (B) above.

e. Regarding creation of Debenture Redemption Reserve

- As the Company has incurred losses, no Debenture Redemption Reserve has been created.

f. (i) Regarding Auditors Certificate for transfer of amount to Debenture Redemption Reserve

- Not applicable

(ii). Regarding investment in prescribed mode of 15% of the amount of debenture maturing during F.Y. 2013-14

- Due to sick status of the company, no investment, as prescribed, has been made.

g. Regarding payment of interest up to the last due date

- Due to sick status of the Company, interest due on last date has not been paid.

h. Status of Redemption of Debenture

- Due to sick status of the Company and considering that Rehabilitation Scheme for revival of the Company is under formulation with the hon'ble BIFR, redemption of debentures on due date has not been made.

i. Regarding insurance of the properties

- The Company has adequately insured the properties secured for the debentures.

j. Details of default of payment of principal and interest

- Principal/Interest Outstanding as on 30.09.2013 : Rs. 4956.00 lacs

k. Regarding sufficiency of assets to discharge the claim of debenture holder (Asset Cover Ratio)

- Due to sick status of the Company, the assets are not sufficient to discharge the claim of debenture holders and other secured creditors having *pari-passu* charge over the assets of the Company.

l. Regarding sufficiency of cash flows for payment of interest and principal of debentures

- Due to sick status of the company, funds are not sufficient to make repayment of interest/principal in respect of debentures.

m. Repayment Schedule

- Due to sick status of the Company, no repayment has been scheduled as yet.

2. a) Regarding accounts for the quarter ended 30.09.2013

- Not applicable.

b) Name and address of the debenture holders

- 43,520 – 20% privately placed of face value of Rs.100 each redeemable at a premium of Rs.5/- per debenture. LIC Mutual Fund who was the holder of debenture has since assigned the same in favour of Kotak Mahindra Bank Ltd., Kotak Infinity, Zone-2, 4th floor, Building No.21, Infinity Park, Off Western, Express Highway, Film City road, Goregaon (E), Mumbai – 400 097. As per Assignment Deed dated 09.02.2010, the outstanding of LIC Mutual Fund as mentioned in Schedule-A of the said Assignment Deed is Rs.2035 lacs as on 30.09.2009.

c) Regarding Credit Rating assigned to the Debentures

- No Credit Rating has presently been assigned to the Debentures.

3. Regarding confirmation for any major change in composition of Board of Directors of the Company

- There is no major change in composition of Board of Directors within the meaning of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

4. Confirmation from the Director/Company Secretary /CFO stating that it has complied with provisions of Trust Deed, as required.

- Not applicable

5. Regarding pending complaints

- Not applicable

6. Confirmation about outstanding litigations

- There was no outstanding litigation which would materially affect the interest of Debenture holders. However, the rehabilitation scheme for revival of the Company is under formulation with BIFR. Further, the company has challenged the action of Invent Assets Securitisation & Reconstruction Pvt. Ltd., being alleged secured creditor in respect of assignment of dues of State Bank of India from the Company under the SARFAESI Act before the Debt Recovery Tribunal, Jabalpur (M.P).