As per the Proposed Restructuring plan provided to us, The Company has encountered significant financial challenges over the past two fiscal years, primarily attributed to intense competition and recessionary pressures within the paper market. However, with the stabilization of market situation in the last quarter of the previous financial year and with the implementation of the turbine plant in the current financial year, the Company is expected to attain financial stability in the coming financial years. The market scenario is expected to improve by mid­ FY25 when the Company expects to achieve a break-even point.

The Company has invested in the Co-generation plant project since FY 2022 on which Bank has also provided Term Loan of Rs. 9.15 crores and a corporate loan of Rs. 3.00 crores. Project is expected to be effectively implemented and operating by end of Jun-24.

In the last 3 years, the company has invested Rs 21.83 crores in Capex (as provided herein), which majorly includes investment in Turbine Plant for which the Company was also sanctioned Term Loan from your Bank. The installation and implementation of the \_said project will result in more than 30% saving in its Power Cost.

*Rs. In Crores*

|  |  |  |  |
| --- | --- | --- | --- |
| **Details of Capital expenditure incurred and Term loan** | | | |
| **Year** | **Capex** | **Term Loan** | **GECL & Corp Loan** |
| FY 2021 | 1.50 | - | 1.46 |
| FY 2022 | 5.37 | 2.17 | 0.72 |
| FY 2023 | 11.25 | 6.55 | - |
| FY 2024 | 5.21 | 0.36 | 2.90 |
| **Total** | **23.33** | **9.09** | **5.08** |