

No. BRPSE/2(77)/2010
Government of India
Board for Reconstruction of Public Sector Enterprises
*** * ***

**Public Enterprises Bhawan,
Block No. 14, CGO Complex,
Lodi Road, New Delhi-3**

Date: 19.1.2010

OFFICE MEMORANDUM

Subject: 77th Meeting of the Board for Reconstruction of Public Sector Enterprises (BRPSE) to be held on 4.2.2010-regarding.

The undersigned is directed to state that the **77th Meeting of BRPSE will be held in Room No.515, 5th Floor, Public Enterprises Bhawan, Block No.14, CGO Complex, New Delhi on 4.2.2010 (Thursday) at 3.00 PM.** The agenda for the meeting is enclosed.

2. You are requested to kindly make it convenient to attend the meeting.

(G Ramachandran)
Director
Tel: 24363066

Encl.: As stated

Members of BRPSE

1. Shri T.S. Vijayaraghavan, Member, BRPSE, 81, Valmiki Street, Tiruvanmiyur, Chennai -600041
2. Shri Arvind Pande, Member, BRPSE, E-148, 1st Floor, East of Kailash, New Delhi -110065
3. Prof. Sushil Khanna, Member, BRPSE & Professor, IIM, Kolkata, Joka, D.H. Road, Kolkata - 700104
4. Ms. Sushma Nath, Member, BRPSE & Secretary, Department of Expenditure, Ministry of Finance, North Block, New Delhi-110001
5. Shri Sunil Mitra, Member, BRPSE & Secretary, Department of Disinvestment, Block No.14, CGO Complex, Lodhi Road, New Delhi-110003
6. Shri. Bhaskar Chatterjee, Member, BRPSE & Secretary, Department of Public Enterprises, Block No.14, CGO Complex, Lodhi Road, New Delhi-110003

Permanent Invitees of BRPSE

7. Shri C. Phunsog, Permanent Invitee, BRPSE & Chairman, Public Enterprises Selection Board, Block No. 14, CGO Complex, New Delhi-110003
8. Shri Arup Roy Choudhury, Permanent Invitee, BRPSE & Chairman, SCOPE, New Delhi -110003
9. Shri R.S. Sharma, Permanent Invitee, BRPSE & Chairman, ONGC, New Delhi -110001

Copy to

1. Secretary (Ms. Jayati Chandra), M/o Development of North Eastern Region, Vigyan Bhawan, New Delhi with the request to attend the meeting along with the MD of NEHHDC (Agenda Item No.2)
2. Joint Secretary & Financial Adviser (Smt. Sudha Krishnan), M/o Development of North Eastern Region, 141,C-Wing, Nirman Bhawan, New Delhi with the request to attend the meeting (Agenda Item No.2).
3. Secretary(Shri Ashok Kumar), D/o Pharmaceuticals, Shastri Bhawan, New Delhi with the request to attend the meeting along with the Chief Executive of IDPL & HAL (Agenda Item No.3 & 4(a)).
4. Secretary(Shri Bijoy Chatterjee), D/o Chemicals & Petrochemicals, Shastri Bhawan, New Delhi with the request to attend the meeting along with the Chief Executive of HOCL (Agenda Item No.4(b)).
5. Special Secretary & Financial Adviser (Shri Mathew C. Kunnumkal), M/o Chemicals & Fertilizers, Shastri Bhawan, New Delhi with the request to attend the meeting (Agenda Item No.3 & 4).
6. Shri D.S. Kalha, Senior Adviser (Industry), Planning Commission, Yojana Bhavan, New Delhi-110001 with the request to attend the meeting.

(G Ramachandran)
Director
Tel: 24363066

Encl.: As stated

Internal Distribution

Copy to PS to Chairman (BRPSE) and PS to Secretary (BRPSE)

Government of India
Board for Reconstruction of Public Sector Enterprises
77th meeting of BRPSE to be held on 4.2.2010 (Thursday) at 3.00 PM

AGENDA

1. Confirmation of minutes of the 76th Meeting of BRPSE held on 22.12.2009

The minutes of the 76th meeting held on 22.12.2009 have been circulated vide OM No. BRPSE /2 (76)/2009 dated 11.1.2010

2. Consideration of proposal of turnaround package of North Eastern Handicrafts and Handlooms Development Corporation Ltd. (NEHHDC). (Time: 3.00PM to 3.30 PM)

A copy each of the documents (i) Proposal on NEHHDC, (ii) Report of Corporate plan on NEHHDC prepared by Administrative Staff College of India, (iii) Annual Report of NEHHDC for the year 2008-09, and (iv) additional information on the proposal furnished vide OM dated 3.12.2009 submitted by M/o North Eastern Development Region on the proposal of restructuring NEHHDC were already circulated vide OM No. BRPSE/2(77)/2010 dated 12.1.2010.

3. Consideration of the present status of the implementation of the recommendations of BRPSE on the revival of Indian Drugs & Pharmaceuticals Ltd. (IDPL) & its subsidiaries viz. IDPL (Tamil Nadu) Ltd. and Bihar Drugs & Organic Chemicals Ltd. (Time: 3.30PM to 4.00 PM)

The Board considered the revival proposal of Indian Drugs & Pharmaceuticals Ltd. (IDPL) & its subsidiaries viz. IDPL (Tamil Nadu) Ltd. and Bihar Drugs & Organic Chemicals Ltd. in its 46th meeting held on 9.3.2007 and recommended, inter alia, a revival package for IDPL envisaging cash assistance of Rs.361 crores in the form of interest bearing bridge loan and non-cash assistance of Rs.2861.76 crores in the form of waiver of loan/interest/guarantee fee and also merger of Muzaffarpur & Chennai units back into IDPL.

4. Consideration of the implementation of the revival package sanctioned to the following companies and their post revival performance. HAL & HOCL will make a presentation; inter alia, about the present status of implementation of the approval of Government and on post revival performance along with the future outlook/performance of the company:

(a) **Hindustan Antibiotics Ltd. (HAL) (Time: 4.00PM to 4.30 PM):** The Board considered the revival proposal of HAL submitted by D/o Pharmaceuticals in its 18th meeting held on 22.7.2005 and recommended, inter alia, a rehabilitation scheme involving cash infusion of Rs. 136.62 crores, which is to be financed by the sale of land to the extent of Rs.56 crores and infusion of funds by Govt. of India as equity/interest free loan/grant to the extent of Rs.80.62 crores and non-cash assistance of Rs.123.75 crores in the form of waivers, etc. Based on the recommendations of the BRPSE, Government had approved a revival package on 9.3.2006 envisaging cash infusion of Rs.137.59 crores and non-cash assistance of Rs.267.57 crores for revival of HAL.

(b) **Hindustan Organic Chemicals Ltd. (HOCL) (Time: 4.30PM to 5.00 PM):** The Board considered the revival proposal of Hindustan Organic Chemicals Ltd. (HOCL) submitted by D/o Chemicals & Petrochemicals in its 24th meeting held on 18.10.2005 and recommended, inter alia, a revival package envisaging cash infusion of Rs.250 crores and non-cash assistance of Rs.100 crores. Based on the recommendations of the BRPSE, Government had approved a revival package on 9.3.2006 envisaging cash infusion of Rs.250 crores in the form of 8% Redeemable non-cumulative preference shares for repayment of high cost overdue Bonds and waiver of penal interest on interest upto 31.3.2005 and Continuation of GOI guarantee of Rs. 100 crores for full term of ten years (issue date 19.12.2001) to be utilized to liquidate high cost debt.

5. Any other item(s) with the permission of the Chair.