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IB/NDM/CRM/NINL/2020-21

March 26, 2021

To,

The Managing Director
M/s MMTC Limited
CORE- 1 Scope Complex
7, Institutional Area
Lodhi Road
New Delhi-110003

Dear Sir,

Sub: Claim against the Corporate Guarantee issued by you in favour of Indian Bank Main Branch, New Delhi in respect to NINL Bonds 2021 ISIN INE514F07075 issued by M/s Neelachal Ispat Nigam Limited- reg.

Ref: MMTC unconditional and Irrevocable Corporate Guarantee letter dated 19.03.2009

We kindly draw your attention to the unconditional and irrevocable Corporate Guarantee letter dated 19.03.2009, issued by you, guarantying the repayment of the principal amount and interest thereon on due dates in respect of Bonds issued by M/s Neelachal Ispat Nigam Limited (NINL) aggregating to Rs.200 Crores on 19.02.2009 (10.45% NINL Bonds 2021, ISIN INE514F07075) and in favour of Indian Bank, Main Branch New Delhi, (Debenture Trustee).

Out of the said bonds issued by NINL, the last tranche of principal amount to Rs. 50 Crs and interest thereon has to be paid to Investors of the said bonds by NINL, which was due on 19.02.2021. In this regard, despite our regular reminders and notices issued vide letters dated 22.02.2021 & 26.02.2021, to M/S. NINL under copy to M/S. MMTC, on the repayment of dues, however we have not yet received repayment.

Due to the default committed by NINL in repayment of principal amount to Rs. 50.00 Crs plus interest to amount Rs. 2.6125 Crs, as on 19.02.2021, to the Bondholders of the said bonds. We hereby invoke above cited unconditional & irrevocable corporate guarantee executed by you and request you to make payment immediately. Kindly treat this as letter of invoking unconditional and irrevocable Corporate Guarantee and proceeds of the mentioned guarantee amounting to Rs. 52.6125 Crs (Principal and interest due as on 19.02.2021) plus extra applicable default penal interest amount applicable from the date of due date i.e. 19.02.2021 till the payment made by you is to be credited to our Bank account, on behalf of bondholders of said bond for distribution as mentioned below:

Routing Account No: 98741000077
IFSC Code: IDIB000N022
Indian Bank, New Delhi Main Branch

Hence, it is reiterated to treat this letter as the letter of Invocation. i.e, claim encashment on behalf of the bondholders of NINL 2021 bonds ISIN INE514F07075.

AK



Kindly acknowledge the receipt of this letter & copy of the Corporate Guarantee enclosed

Thanking You,

Branch Manager



OK