

About the Company

Sparta Cements and Infra Limited had proposed to set up 1 million tonne p.a. green field cement plant based on latest dry process technology with 5 stage pre-heater and calciner. It is designed to operate on multi-fuels like coal, lignite and other alternative fuels. The plant is located in Bhuj District, Gujarat. The plant of the Company is located in close proximity to the major raw material sources like lime stone, clay, volcanic ash, lignite etc.

About the Transaction

Various factors like cost overrun, project delay, non-availability of adequate funding, repayment of interest and principal during project implementation stage, etc., have made the serviceability of the loans extremely stressed out on the cashflows of the Company and warranted the restructuring of debts.

The Company was a Non Performing Assets with all the banks since March, 2010 and the lenders had initiated recovery measures. The Company then approached Think Capital for advising on restructuring of its debt during May, 2011. Think Capital assisted the Company and garnered a favourable restructuring of its debt from the lenders.

Capacity

Activity	Capacity MTPA
Clinker	~ 600000
Cement – OPC / PPC	~ 1,000,000

Transaction Summary:

- ✓ **Debt Restructured ~ INR 1,400 Mn.**
- ✓ **Average Interest rate of ~ 10%**
- ✓ **Funding of interest for 24 months**
- ✓ **Moratorium on principal for ~ 24 months**
- ✓ **Funding of overdue interest before the cut off date**
- ✓ **Waiver of penal interest, delay charges, etc.**