

E-AUCTION PROCESS INFORMATION DOCUMENT

Invitation for Bids for E-Auction of Assets of Gupta Synthetics Limited (in Liquidation) under the provisions of the Insolvency and Bankruptcy Code, 2016 ('Code') by an Order of the Hon'ble National Company Law Tribunal ('NCLT'), Mumbai Bench dated 14th July, 2020.

E-Auction to be conducted in accordance with the relevant provisions of the Code and Schedule I under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016 ('Liquidation Regulations').

Date of Public Announcement

9th December, 2020

Date of E-Auction

30th December, 2020

Online Portal

<https://right2vote.in/login/>

Issued by:

Jovita Reema Mathias

Liquidator for Gupta Synthetics Limited

IBBI Reg. No.: IBBI/IPA-002/IP-N00337/2017-2018/10941

I, Jovita Reema Mathias have been appointed as the Liquidator of Gupta Synthetics Limited (in Liquidation) by the Hon'ble NCLT, Mumbai Bench vide its Order dated 14th July, 2020 to conduct the liquidation process in accordance with Insolvency and Bankruptcy Code, 2016 read with the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016 .

Contact Details:

Address: 306, A Wing, Rustomjee Central Park, Andheri Kurla Road, Chakala, Andheri East, Mumbai – 400069; Email id: assets.eauction@gmail.com; Mobile: 9920497048

Notes:

1. This E-Auction Process will be conducted in accordance with the Schedule I under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.
2. This E-Auction Process Information Document is issued only for the Interested Bidders.
3. Terms and Conditions, deadlines etc. for participating in the E-Auction are provided in the E-Auction Process Information Document. As there is no functional website of Gupta Synthetics Limited (in Liquidation), hence the timelines, notifications, updates and other details for the E-Auction Process can be sought by emailing on assets.eauction@gmail.com.
4. Bidders desirous to submit their Bid have to submit their Bids on E-Auction Portal <https://right2vote.in/login/>

DISCLAIMER

1. This E-Auction Process Information Document is issued by Jovita Reema Mathias, the Liquidator appointed by NCLT, Mumbai Bench in the matter of Gupta Synthetics Limited (in Liquidation) for general information purposes only.
2. The purpose of this document is to lay out the process for submitting the E-Auction Bids for the Assets of Gupta Synthetics Limited in Liquidation ('Corporate Debtor') in accordance with the Code and Liquidation Regulations.
3. This document is not a statutory document and it has not been approved or registered with any regulatory or statutory authority of Government of India or any State Government. Nothing herein or in materials relating to the E-Auction Process Information Document should be construed as legal, financial, accounting, regulatory or tax advice by the Liquidator.
4. It is to be noted that no information being provided in this E-Auction Process Information Document claims to be comprehensive; independent due diligence of the intended users of this document or the bidders is highly recommended.
5. This E-Auction Process Information Document and information contained herein or disclosed should not be printed, reproduced, transmitted, sold, distributed, or published by the recipient, without prior written approval from the Liquidator.
6. Neither the Liquidator, nor his/her Associates or Auctioneers etc. shall be liable for any damages, whether direct or indirect, including loss of revenue or profits that may arise from or in connection with the use of this E-Auction Process Information Document, including for the E-Auction Participant not being selected as a Successful Auction Participant or on account of any decision taken by the Liquidator.
7. Further, apart from the provisions set out in this E-Auction Process Information Document, the E-Auction process applicant shall be responsible for fully satisfying the requirements and provisions of the Insolvency and Bankruptcy Code, 2016 and of the Insolvency and Bankruptcy Board of India

(Liquidation Process) Regulations, 2016 as well as all laws in force that are or may be applicable to the applicant or the sale process and for obtaining requisite regulatory permissions/approvals.

8. It is to be noted that by procuring a copy of this E-Auction Process Information Document, the recipient accepts the terms of this disclaimer, which forms an integral part of this E-Auction Process Information Document and part of all the other terms and conditions of this E-Auction Process Information Document.
9. Under no circumstances shall the E-Auction Participant make any contact, direct or indirect, by any mode whatsoever with the Corporate Debtor until the Liquidator gives his Written Permission.
10. The Property and Assets of the Company are proposed to be sold on “As is where is basis”, “As is what is basis”, “Whatever there is basis” and “No recourse” basis and the proposed sale of assets of the Corporate Debtor does not entail transfer of any other title, except the title which the Corporate Debtor had on its assets as on date of transfer. The Liquidator does not take or assume any responsibility for any shortfall or defect or shortcoming in the moveable/immoveable assets of the Corporate Debtor.
11. The E-Auction Participants shall bear all its costs, expenses and charges, if any, associated with or relating to the preparation and submission of its bid including but not limited to Physical and Electronic preparation, copying, postage, delivery fees, expenses associated with any demonstrations or presentations which may be required by the Liquidator or any other costs incurred in connection with or relating to its bid.
12. This E-Auction Process Information Document is neither an agreement nor an offer by the Liquidator to the Prospective Bidders or any other person. The objective of this E-Auction Process Information Document is to provide interested parties with information that may be useful to them in making their bids. It may be noted that the assumptions, assessments, statements and information contained in the E-Auction Process Information Document may not be complete, accurate, adequate or correct. Each Bidder should, therefore, conduct its own due-diligence, investigations and analysis and should also check the accuracy, adequacy, correctness, reliability and completeness of the assumptions, assessments, statements and information contained in this

E-Auction Process Information Document and may get independent advice from appropriate sources.

13. Information provided in this E-Auction Process Information Document to the Bidder(s) has been collected and collated from several sources. The information given by no means claims to be an exhaustive account of statutory requirements and should not be regarded as complete. The Liquidator accepts no liability or responsibility for the authenticity, accuracy or otherwise for any statement or information contained in the E- Auction Process Information Document.

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A. INFORMATION THAT MUST BE READ BEFORE BIDDING:

1. This E-Auction Process Information Document has been issued for the purpose of carrying out the auction in electronic form ('E-Auction') of assets of Gupta Synthetics Limited in liquidation ('Corporate Debtor') under the provisions of the Insolvency and Bankruptcy Code, 2016 and Schedule I under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016 ('Liquidation Regulations').
2. The information provided in this E-Auction Process Information Document should be read together with the provisions of the Code and the Liquidation Regulations. In the event of a conflict between this E-Auction Process Information Document and the Code or the Liquidation Regulations, the provisions of the Code or the Liquidation Regulations, as the case may be, shall always prevail.
3. The information contained in this E-Auction Process Information Document or subsequently provided to Bidder(s), whether verbally or in documentary or any other form by or on behalf of the Liquidator, is provided to Bidder(s) on the terms and conditions as set out in this E-Auction Process Information Document.
4. The Liquidator may in his absolute discretion, but without being under any obligation to do so, update, amend or supplement the information, assessment or assumptions contained in this E-Auction Process Information Document.
5. The issuance of this E-Auction Process Information Document does not imply that the Liquidator is bound to select a Bidder or to appoint the preferred bidder as the Successful Bidder for the assets of the company and the Liquidator reserves the right to reject all or any of the Bidders or Bids without assigning any reason whatsoever.
6. M/s. Right2Vote Infotech Private Limited is the E-Auction Service Provider. The sale of the assets of the Corporate Debtor shall be undertaken by the E-Auction Service Provider for and on behalf of the Liquidator through an E-Auction Platform provided on the website portal of the E-Auction Service Provider. Other details with respect to the E-auction are as follows:

Sr. No.	Particulars	Details
1.	Seller	Jovita Reema Mathias - Liquidator for Gupta Synthetics Limited in Liquidation
2.	Website of E-Auction Service Provider	https://right2vote.in/login/
3.	Service Provider	Name: Right2Vote Infotech Private Limited Email ID: contact@right2vote.in
4.	Annexures and Formats	Annexure I: Section 29A of IBC, 2016 Annexure II: Bid form (to be duly filled in and signed and stamped by the Bidder) Annexure III: Affidavit and Undertaking Annexure IV: Declaration by the Bidder Annexure V: Pictures
5.	Special Instructions	Please note that this bidding is a serious matter and last minute bidding may lead to unnecessary lapses. Neither the E-Auction Service Provider nor the Liquidator will be responsible for any lapses on part of the Bidders.

7. All terms and conditions with respect to the sale of the assets of the Corporate Debtor shall be governed by the directions of the Liquidator, Hon'ble NCLT and in accordance with the provisions of applicable laws. As mandated by the NCLT, the Liquidator shall exercise all rights with respect to sale of the said assets and it would be open to the Liquidator to appoint such experts, professionals or other persons, as the Liquidator might think necessary.
8. The Annexures to this E-Auction Process Information Document shall form an integral part hereof and this E-Auction Process Information Document shall always be read in conjunction with the Annexures appended hereto.
9. The title document relating to the assets will be available for inspection at the Office of the Liquidator.

B. KEY DEFINITIONS:

1. **“Adjudicating Authority”** or **“NCLT”** shall mean the Hon’ble Mumbai Bench of the National Company Law Tribunal;
2. **“Applicable Laws”** shall mean, all the applicable laws, codes, regulations, rules, guidelines, circulars, re-enactments, revisions, applications and adaptations thereto, judgments, decrees, injunctions, writs and orders of any court, arbitrator or governmental agency or authority, rules, regulations, orders and interpretations of any governmental authority, court or statutory or other body applicable for such transactions including but not limited to the IBC, 2016, Liquidation Regulations, 2016, Companies Act, 1956/2013 (as applicable), Competition Act, 2002, Transfer of Property Act, 1882, Sale of Goods Act, 1930, Foreign Exchange Management Act, 1999, whether in effect as of the date of this E-Auction Process Information Document or thereafter and each as amended from time to time;
3. **“Bid”** means, any bid submitted by the Bidders as required in terms of this E- Auction Process Information Document and in accordance with the provisions of IBC, 2016 read together with the Liquidation Process Regulations and the Applicable Laws;
4. **“Control”** shall mean a Person holding more than 26% (twenty six percent) of the voting share capital in a company or the ability to appoint majority of the directors on the board of another company or the ability of a company to direct or cause direction of the management and policies of another company, whether by operation of law or by contract or otherwise;
5. **“E-Auction Process Participant”** or **“Bidder”** mean, Person or Persons who submitted a bid as per the E-Auction Process Information Document; and shall include a Qualified Bidder or the Successful Bidder, as the case may be, and as the context requires;
6. **“E-Auction Process Information Document”** means this document including all the appendices hereto, for the purposes of setting out the process for submission of a bid and selection of Successful Bid in accordance with the provisions of the IBC and shall include all supplements, modifications, amendments, alterations or clarifications thereto issued in accordance with the term hereof.

7. **“IBC”** or **“Code”** shall mean Insolvency and Bankruptcy Code, 2016 and the related rules and regulations issued there under, as amended from time to time.
8. **“Liquidation Regulations”** means, the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations 2016 as amended from time to time;
9. **“Liquidator”** means an insolvency professional appointed as a liquidator in accordance with section 34 of the IBC;
10. **“Person”** shall mean an individual, a partnership firm, an association, a corporation, a limited company, a trust, a body corporate, bank or financial institution or any other body, whether incorporated or not;
11. **“Qualified Bidder(s)”** shall mean a Bidder who fulfills the eligibility criteria listed out in the E-Auction Process Information Document.
12. **“Successful Bidder”** or **“Successful E-Auction Process Participant”** means, the Qualified Bidder whose bid is approved and who is declared successful by the Liquidator at the end of the determined auction phase.
13. **“Schedule I”** refers to the Schedule I under the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.

C. INTRODUCTION:

1. The Hon'ble NCLT, Mumbai Bench vide its Order dated 14th July, 2020 pronounced the commencement of liquidation process in the matter of Gupta Synthetics Limited ('Corporate Debtor') under the provisions of the Code and Regulations. As per the aforesaid order, Ms. Jovita Reema Mathias has been appointed as the Liquidator to conduct the liquidation process of the Corporate Debtor.
2. It is the endeavor of the Liquidator to sell the assets comprising the liquidation estate formed in accordance with Section 36 of the Insolvency and Bankruptcy Code, 2016 and in the manner specified under Regulation 32 of the Liquidation Regulations, 2016 read with Schedule I under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016, and any other rules, regulations, orders, circulars, directions or notifications or the like issued pursuant to or under the Code or the Liquidation Regulations, 2016 as the case may be, and as per directions, if any, of the Hon'ble NCLT in respect of the liquidation process of the Corporate Debtor and in the manner specified in this E-Auction Process Information Document.
3. The E-Auction would be conducted in the manner specified in the Schedule I under Regulation 33 of the Liquidation Regulations, 2016 and any other rules, regulations, orders, circulars, directions or notifications or the like issued pursuant to or under the IBC or the Liquidation Regulations, 2016 as the case may be, and as per directions, if any, of the NCLT in respect of the liquidation process of the Corporate Debtor and in the manner specified in this E-Auction Process Information Document.
4. The E-Auction Participants are encouraged to make themselves acquainted with the provisions of the Code and the Liquidation Regulations, 2016 and any other rules, regulations, orders, circulars, directions or notifications or the like issued pursuant to or under the Code and the Liquidation Regulations, 2016 as the case maybe.

D. ABOUT THE CORPORATE DEBTOR:

Gupta Synthetics Limited ('Corporate Debtor') is incorporated under the Companies Act, 1956 in the year 1984, having its registered office at 326, Sardar Gruh Building, 3rd Floor, 198 Lok Manya Tilak Road, Mumbai - 400002. The Corporate Debtor was into manufacturing of synthetic yarn with an installed capacity of 37,000 TPA. The Corporate Debtor's factory premises is located at Survey No. 259/1/1 (Old) & 1077 (New), Navnit Shah Industrial Estate, Silvassa, U.T. of Dadra & Nagar Haveli – 396193. Initially the Corporate Debtor was incorporated as a private limited company and in the year 1988, it became public by issuing 9.00 Lacs shares of Rs. 10/- each with a premium of Rs. 4/- per share. The Corporate Debtor has manufactured different qualities of yarn and supplied to customers located at Silvassa and Surat.

The Corporate Debtor had major setback due to major fire at its factory premises located at Silvassa on 30.06.2008 and suffered huge loss on account of damage of stock to the tune of Rs. 2051.51 Lacs. The Corporate Debtor incurred further losses due to abnormal increase in the prices of crude oil, power and other adverse market conditions. As a result, the Corporate Debtor failed to fulfil its obligation towards repayment of instalments and in the year 2008, major Banks classified Corporate Debtor's account as NPA. Since then the Corporate Debtor has not made any payment towards principal amount or interest thereof.

On account of huge losses, the net worth of the Corporate Debtor fully eroded as on financial year ended 31.03.2012 and the Corporate Debtor's Board of Directors formed an opinion as to the sickness of the Corporate Debtor and filed a reference under Section 15(1) of the Sick Industrial Companies (Special Provisions) Act, 1985, which was registered by the Board on 30.04.2012. Later, at the hearing held on 29.05.2013, the Hon'ble Board has declared the Corporate Debtor as Sick Company pursuant to Section 3(1) (o) of the Sick Industrial Companies (Special Provisions) Act, 1985 and also give various directions for the rehabilitation of the Corporate Debtor.

The Corporate Debtor has submitted the draft rehabilitation scheme with the Hon'ble Board for Industrial and Financial Reconstruction on 24.02.2014 for its review and approval of the Board. The BIFR aborted the said reference vide order dated 01.07.2015 as the scheme submitted was not viable. The Corporate Debtor had filed an appeal before the Appellate Authority of Industrial,

Financial and Reconstruction (AAIFR) and the Hon'ble AAIFR dismissed the appeal on 26.10.2016. In January 2018, there was another major fire at the factory premises located at Silvassa. The building/civil structures and plant & machinery installed at the factory premises were severely damaged after which an insurance claim was filed by the Corporate Debtor. The Corporate Debtor is not carrying on any manufacturing activities since 2018 and has completely shut down its operations.

Subsequently, Corporate Debtor has filed an application No. 11/2019 before Hon'ble Bombay High Court, under Company Petition No. 184 of 2016 under Section 434 of the Companies Act, 2013 seeking transfer of the petition to the Hon'ble National Company Law Tribunal ('NCLT'), Mumbai Bench. The Hon'ble High Court vide its Order dated 06.06.2019 transferred the said matter to the Hon'ble NCLT, Mumbai Bench.

Present Status:

Kotak Mahindra Bank then made an application under Section 7 of the Insolvency & Bankruptcy Code, 2016 ('the Code') on 11.09.2019 before the Hon'ble NCLT, Mumbai Bench for initiation of Corporate Insolvency Resolution Process ('CIRP'). The Hon'ble NCLT, Mumbai Bench admitted the application filed by Kotak Mahindra Bank and passed an order dated 17.09.2019 for the commencement of CIRP in the matter of the Corporate Debtor.

The Committee of Creditors ('CoC') in their first meeting held on 25.10.2019 requested the Interim Resolution Professional ('IRP') to consider liquidation of the Corporate Debtor in order to avoid further deterioration of assets and to realize a better value. Based on the suggestions of the CoC and her analysis, the IRP took the agenda for approval of liquidation u/s 33(2) in the second meeting of CoC held on 06.12.2019. The same was approved by 71.54% and accordingly, an application was filed before the Hon'ble NCLT, Mumbai Bench. The Hon'ble NCLT vide its Order dated 14.07.2020 pronounced the commencement of liquidation process in the matter of the Corporate Debtor and appointed Ms. Jovita Reema Mathias, an Insolvency Professional, as the Liquidator in the matter of the Corporate Debtor.

E. OVERVIEW OF ASSETS:

The details of the manufacturing facility of the Corporate as follows:

Sr. No.	Particulars	Details
1.	Land	All piece and parcel of plot from the land admeasuring 57,910 sq. mtrs. bearing Survey No. 259/1/1 (Old) & 1077 (New), Plot No. 28 within the following four boundaries: By East: Survey No. 259/20, 259/21 and 259/16 By West: Internal Road By North: Village Boundary of Village Karvad (Gujarat) By South: Plot No. 59 to 67 of Survey No. 260
2.	Building/Civil Structures	Total built-up area of Building/Civil Structures: Total 14 Nos. units of 27,708.03 sq. mtrs., out of which: a. Built-up area of 2 main Building/Civil Structures: 16,519.08 sq. mtrs. & 5,769.52 sq. mtrs. b. Built-up area of other utility structures (Security Cabin, D.G. House, Pump Shed, 2 Godowns, etc.): 5,419.43 sq. mtrs. (total 12 Nos. units)

Note: Additional details regarding assets will be provided on request of interested bidders. The same can be sought by emailing on assets.eauction@gmail.com

F. ELIGIBILITY:

An E-Auction Process Applicant shall not be eligible to submit a bid for purchase of assets of the Company if it fails to meet the eligibility criteria as set out in Section 29A of the IBC, 2016 (as amended from time to time) which has been annexed to this document as “**Annexure I**”.

G. DOCUMENTS REQUIRED TO BE SUBMITTED TO ASCERTAIN ELIGIBILITY OF THE BIDDER:

The E-Auction Applicant or the Bidder would need to submit the following forms, documents and authorizations as part of the Auction Plan by the bidder(s) based on whether the E-Auction Applicant or the Bidder is a Company or Individual:

COMPANY:

1. Proof of Identity, Current Address Proof, PAN card, valid e-mail ID, Landline and Mobile Phone number;
2. Ownership Structure and Composition of the E-Auction Applicant/Bidder;
3. Balance Sheet and Profit & Loss A/c for the last 3 financial years;
4. Income Tax Return for the last 3 financial years;
5. Authorization to the Signatory (in case the bidder is a legal entity);
6. Board Resolution authorizing to participate in the e-auction;
7. Duly filled, signed and stamped Bid Application Form attached vide "**Annexure II**";
8. Affidavit and Undertaking under Section 29 A of the Code by the E-Auction Process Applicant (through Authorized Signatory, in case the bidder is a legal entity). The Format for the Affidavit and Undertaking is attached vide "**Annexure III**"; and duly filled, signed and stamped Declaration by Bidders attached vide "**Annexure IV**".

INDIVIDUAL:

1. Current Address Proof, PAN card, valid e-mail ID, Landline and Mobile Phone number;
2. Other KYC Documents;
3. Income Tax Return for the last 3 financial years;
4. Duly filled, signed and stamped Bid Application Form attached vide "**Annexure II**";
5. Affidavit and Undertaking under Section 29 A of the Code by the E-Auction Process Applicant (through Authorized Signatory, in case the bidder is a legal entity). The Format for the Affidavit and Undertaking is attached vide "**Annexure III**"; and duly filled, signed and stamped Declaration by Bidders attached vide "**Annexure IV**".

Further, it should be noted that at any stage of the E-Auction process, the liquidator may ask for any documents from the prospective bidders to evaluate their eligibility. The liquidator, at his

discretion may disqualify the prospective bidder form on non-submission of the requested documents.

H. PHYSICAL VERIFICATION AND SITE VISIT:

Prospective Bidders may request the Liquidator to arrange for physical verification and site visit of the Property and Assets of the Company. Upon receipt of such a request, the Liquidator may arrange a discussion meeting at any time prior to the closure of the E-auction Process. The details with respect to the discussion meeting shall be communicated to the Prospective Bidder in advance. The Liquidator reserves the right to not arrange such a discussion meeting for any reason whatsoever, irrespective of the request of the Prospective Bidder.

The Liquidator may coordinate a site visit for Prospective Bidders on every Monday and Thursday between 9th December, 2020 (Date of the E-Auction Notice) to 28th December, 2020 (Last date of submission of bid and declaration forms as well as EMD) following a request for such a visit by the Prospective Bidders. The Liquidator will communicate, in advance, to such Prospective Bidder, all the relevant details, terms and conditions, if any, with respect to such Site Visit. The Liquidator reserves the right to not arrange a site visit for any reason whatsoever, irrespective of the request of the Prospective Bidders.

I. DUE DILIGENCE:

The Liquidator shall endeavor to provide necessary assistance and facilitate the conduction of due diligence by Interested Bidders. The information and documents shall be provided by the Liquidator in good faith.

The assets of the Corporate Debtor will be sold on "As is where is basis", "As is what is basis", "Whatever there is basis" and "No recourse" basis and the sale of assets of the Corporate Debtor does not entail transfer of any title, except the title which the Corporate Debtor had on its assets as on date of transfer. All local taxes / property tax etc. outstanding as on date or any other charges / fees / taxes imposed by the local authorities yet to fall due in respect of the Land & Building should be ascertained by the E-Auction Process Applicants and would be borne by the Successful Bidder.

The Interested Bidders have to make required enquiries relating to various approvals like construction permissions, permissions from the forest department, affluent water treatment, any other approvals/permissions from the Land Revenue Administration Rules, as applicable.

J. ASSETS TO BE AUCTIONED AND RESERVE PRICES:

Particulars	Reserve Price	EMD Amount (10% of the Reserve Price)	Minimum Incremental Amount
	(in Rs.)		
Lot-II: Land and Building located at Survey No. 259/1/1 (Old) & 1077 (New), Navnit Shah Industrial Estate, Silvassa, U.T. of Dadra & Nagar Haveli – 396193	31,01,43,137.00	3,10,14,314.00	10,00,000.00

Note:

1. The bidders cannot bid for the value of the assets below the reserve price.
2. The bidders can increase their Bid by the minimum incremental amount mentioned above.
3. Detailed description of assets is given under Clause E.
4. Pictures are annexed as **Annexure V**.

K. EARNEST MONEY DEPOSIT ('EMD'):

All the E-Auction Process Applicants shall provide, prior to submission of their auction bids, an amount which is equal to the 10% of the reserve price (Please refer the Chart under Clause J)

1. The Earnest Money Deposit, which would not be bearing any interest, has to be paid by the Bidder alongwith or prior to submitting the bid form.
2. The same has to be submitted through only Demand Draft in the name of "GUPTA SYNTHETICS LIMITED IN LIQUIDATION".

3. All the payments made and documents submitted by the Bidder under the E-auction Process shall be intimated to the Liquidator at assets.eauction@gmail.com.

L. FORFEITURE OF EARNEST MONEY DEPOSIT FROM THE E-AUCTION APPLICANT/BIDDER:

It is to be noted that the EMD furnished can be forfeited at any time, upon the occurrence of any of the following events:

1. If there is a breach of any of the terms and conditions under this E-Auction Process Information Document by the Bidder or in case the Bidder is found to have made any misrepresentation;
2. If Bidder is found to be ineligible to submit the bid as per the conditions set out in Section 29A of the IBC (as amended from time to time) or is found to have made a false or misleading declaration of eligibility as per the conditions set out in Section 29A of the IBC (as amended from time to time);
3. If the Successful Bidder fails to make the complete payment as per the terms of the Letter of Intent issued by the Liquidator.

M. SET-OFF OF THE EARNEST MONEY DEPOSIT OF THE SUCCESSFUL BIDDER:

The Earnest Money shall be set-off against or used as part of the consideration that the Successful Bidder proposes to offer in relation to the Corporate Debtor

In case the E-auction fails, then the EMD paid by the Prospective Bidders shall be returned (without interest) on 31st December, 2020.

N. ISSUANCE OF LETTER OF INTENT AND TRANSACTION DOCUMENTS:

The Successful Bidder shall be required to execute a letter of intent provided by the Liquidator.

A sale certificate and/or conveyance document and/or transfer documents for the relevant

asset/assets shall be issued/executed between the Successful Bidder and the Corporate Debtor upon receipt of the entire sale consideration after which the possession of the aforesaid assets to be given to the successful bidder.

Note: The E-Auction for the sale of Plant & Machinery of the Corporate Debtor was conducted on 30th November, 2020. The Successful Bidder of the said E-Auction will be given a time of 45 days to dismantle/shift/load/transport the said Plant & Machinery after the Liquidator receives the entire sale consideration. Hence, the Successful Bidder of this E-Auction will get the possession after the Successful Bidder of previous E-Auction completes the process of dismantling/shifting/loading/transporting the entire Plant & Machinery.

Example: If the Liquidator receives the entire sale consideration on 11th December, 2020, the Successful Bidder will have a time of 45 days i.e. upto 25th January, 2021.

O. DEFAULT BY SUCCESSFUL BIDDER AND ITS RESULTS:

In the event that the Successful Bidder withdraws his E-Auction Application, the Liquidator shall have the right to encash the Earnest Money submitted by the Successful Bidder.

P. DECLARATION OF SUCCESSFUL BIDDER:

The Liquidator at the end of the E-Auction shall declare the successful bidder(s) for the asset block(s). The successful bidder(s) shall be determined on the basis of highest bid received for the asset block(s) by the Liquidator via the E-Auction Process. In case of any dispute/ discrepancy, the Liquidator shall assess the E-Auction applications and declare the successful bidder(s) offering maximum value for the auctioned assets. This right of selecting and declaring the successful bidder(s) shall solely rest with the Liquidator at all times.

The Liquidator shall endeavor to sell asset and maximize overall recovery from the sale of assets of the Corporate Debtor. While evaluating bids, the Liquidator may provide preference to highest bidder. The Liquidator is not bound to accept the highest offer and has the absolute right to accept or reject any or all offer(s).

Q. FRAUDULENT AND CORRUPT PRACTICES:

The E-Auction Process Applicant / Bidder shall observe the highest standard of ethics during the E-Auction Process and subsequently during the closure of the E-Auction Process and declaration of the Successful Bidder. Notwithstanding anything to the contrary contained in this E-Auction Process Information Document or in the Letter of Intent, the Liquidator shall reject an auction bid, revoke the Letter of Intent, as the case may be, without being liable in any manner whatsoever to the E-Auction Process Applicant, if the Liquidator, at his discretion, determines that the E-Auction process applicant has, directly or indirectly or through an agent, engaged in corrupt practice, fraudulent practice, coercive practice, undesirable practice or restrictive practice in the E-Auction Process or has, undertaken any action in respect of such process which results in the breach of any Applicable Law including the Prevention of Corruption Act, 1988. In such an event, the Guarantee Beneficiary may invoke the Earnest Money Deposit without prejudice to any other right or remedy that may be available to the Liquidator under this E-Auction Process Information Document or Applicable Law.

For the purposes of this Clause, the following terms shall have the meaning hereinafter respectively assigned to them:

“Coercive practice” shall mean impairing or harming, or threatening to impair or harm, directly or indirectly, any person or property to influence any person’s participation or action in the auction Process.

“Corrupt practice” shall mean

- (i) The offering, giving, receiving, or soliciting, directly or indirectly, of anything of value to influence the actions of any person connected with the auction process (for avoidance of doubt, offering of employment to or employing or engaging in any manner whatsoever, directly or indirectly, any official of the Liquidator or the Company, who is or has been associated or dealt in any manner, directly or indirectly with the auction Process or arising there from, before or after the execution thereof, at any time prior to the expiry of 1(one) year from the date such official resigns or retires from or otherwise ceases to be in the service of the Liquidator or the Company, shall be deemed to constitute influencing the actions of a

person connected with the auction Process); and

- (ii) Engaging in any manner whatsoever, during the auction process or thereafter, any person in respect of any matter relating to the Company, who at any time has been or is a legal, financial or technical adviser of the Liquidator or the Company, in relation to any matter concerning the auction process.

“Fraudulent practice” shall mean a misrepresentation or omission of facts or suppression of facts or disclosure of incomplete facts, in order to influence the auction Process.

“Restrictive practice” shall mean forming a cartel or arriving at any understanding or arrangement among the auction process Applicants with the objective of restricting or manipulating a full and fair competition in the auction Process.

“Undesirable practice” shall mean (i) establishing contact with any person connected with or employed or engaged by the liquidator with the objective of canvassing, lobbying or in any manner influencing or attempting to influence the auction Process; or (ii) having a Conflict of Interest.

The Bidder shall not involve himself for any of his representatives in price manipulation of any kind directly or indirectly by communicating with other Bidders.

The Bidder shall not divulge either his bid or any other details provided to him by the Liquidator or during the due diligence process in respect of the asset to any other party. Prior to the e-auction of due diligence/site visits, the Liquidator may require the Bidder to execute confidentiality agreement with the Company/Liquidator.

R. COSTS, EXPENSES AND TAX IMPLICATIONS:

The E-Auction Process Applicant shall be responsible for all the costs incurred by it on account of its participation in the E-Auction Process, including any costs associated with participation in the discussion Meeting (if any), Site Visit, etc. The Liquidator shall not be responsible in any way for such costs, regardless of the conduct or outcome of the E-Auction Process.

It is hereby clarified that the E-Auction Process Applicant shall make its own arrangements including accommodation for the discussion meeting (if organized) or Site Visit and all costs and expenses incurred in that relation shall be borne by the E-Auction Process Applicant.

The E-Auction Process Applicant shall not be entitled to receive re-imbursement of any expenses which may have been incurred while carrying out the due diligence, search of title to the assets and matters incidental thereto or for any purpose in connection with the E-Auction Process.

It is to be noted that all taxes applicable (including stamp duty implications and registration charges) on sale of assets would be borne by the Successful Bidder:

1. The sale attracts stamp duty, registration charges, etc. as per relevant laws;
2. The Successful Bidder shall bear all the necessary expenses like applicable stamp duties/ additional stamp duty/transfer charges, fees, etc. for transfer of property(ies) in his/her name;
3. The payment of all statutory/non-statutory dues, property tax, other taxes, rates, assessments, charges, fees, etc. or in respect of the property(ies) shall be sole responsibility of successful bidders;
4. The Successful Bidder has to bear the cess or other applicable tax i.e. GST, TDS, etc.

It is expressly stated that the Liquidator does not take or assume any responsibility for any dues, statutory or otherwise, of the Company, including such dues, if any, which may affect transfer of the liquidation assets in the name of the Successful Bidder and such dues, if any, will have to be borne / paid by the Successful Bidder.

The E-Auction process applicant shall be responsible for fully satisfying the requirements of the Code and the related Regulations as well as all Applicable Laws that are relevant for the sale process. The Successful Bidder shall be responsible for obtaining requisite regulatory or statutory or third-party approvals, no-objections, permission or consents, if any, that are or may be required under Applicable Law for purchasing the relevant assets.

S. GOVERNING LAW AND JURISDICTION:

This E-Auction Process Information Document, the E-Auction Process and the other documents pursuant to the E-Auction Process Information Document shall be governed by the laws of India and any dispute arising out of or in relation to the E-Auction Process Information Document or the E-Auction Process shall be subject to the exclusive jurisdiction of the Adjudicating Authority, Courts and Tribunals at Mumbai, India.

T. TIMELINE:

The following timeline shall apply to the E-Auction Process. The timetable may be amended by the Liquidator through issuance of an addendum to the E-Auction Process Information Document.

Sr. No.	Particulars	Day and Date
1	Public Announcement for E-Auction	Wednesday, 9th December, 2020
2	Opening of E-Auction Portal with preliminary information regarding assets	Wednesday, 9th December, 2020
3	Site Visits and Discussions	Wednesday, 9th December, 2020 to Monday, 28th December, 2020
4	Submission of Bid Forms, Declaration Forms and EMD (10% of the bid amount) Note: EMDs will be collected only through DD	Wednesday, 9th December, 2020 to Monday, 28th December, 2020
5	KYC Declaration and Due Diligence	Wednesday, 9th December, 2020 to Tuesday, 29th December, 2020
6	E-Auction (11:00 a.m. to 1:00 p.m.)	Wednesday, 30th December, 2020
7	Announcement of Successful Bidder	Wednesday, 30th December, 2020
8	Email confirmation to Successful Bidder	Wednesday, 30th December, 2020
9	Return of EMD to Unsuccessful Bidders	Thursday, 31st December, 2020

10	Payment of entire Bid Amount by Successful Bidder (Note: In case the successful bidder defaults, the EMD amount will be forfeited) <i>The prescribed payment terms are in accordance with Schedule I of the Liquidation Regulations.</i>	Within 30 days of being declared as successful bidder or within 90 days of being declared as successful bidder subject to payment of interest @ 12% p.a. on amount due beyond 30 days. Any such extension on sole discretion of the Liquidator (in consultation with Stakeholder' Consultation Committee)
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Note:

1. Access to documentation, additional information and site visits will be arranged on receipt of specific request on email from the Prospective Bidders and only to the Prospective Bidder from whom the said email has been received.
2. The timeline for payment of final sale consideration may be extended at the sole discretion of Liquidator, to the extent permissible under the applicable laws and regulations and in consultation with the Stakeholders' Consultation Committee.
3. The payment terms are prescribed in accordance with Schedule I (1) (12) under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.

TERMS AND CONDITIONS OF E-AUCTION

In addition to the E-Auction Process Information Document, following terms and conditions apply:

1. E-Auction is being held on “AS IS WHERE IS, AS IS WHAT EVER THERE IS AND WITHOUT RECOURSE BASIS,” and will be conducted online. The auction will be conducted through the approved service provider Right2Vote Infotech Private Limited, at the web portal <https://right2vote.in/login/>. E-Auction Process Information Document containing E-Auction bid form, Declaration by Bidders, General terms and conditions of E-Auction Sale are available on Website <https://right2vote.in/login/>. Interested Bidders can register, bid and receive confirmation of their bid online. The requisition of additional information, if any, to be sent at assets.eauction@gmail.com after disclosing the identity of the Applicant.
2. The Prospective Bidders should make their own Independent inquiries regarding the encumbrances, title of assets put on auction and claims/rights/dues/ affecting the assets, and should conduct their own due-diligence prior to submitting their bid. The E-Auction advertisement does not constitute and will not be deemed to constitute any commitment or any representation of the Liquidator. The property is being sold with all the existing and future encumbrances/claims/dues/demands whether known or unknown to the Liquidator. Liquidator shall not be responsible in any of way for any third party claims/ rights/dues.
3. The Prospective Bidders should submit the EMD deposit through Demand Draft in the working hours from Monday to Friday on or before 28th December, 2020 and self-attested copies of (i) Proof of identity (KYC) viz. Voter ID card/ Driving License/ Passport etc., (ii) Current Address-Proof for communication, (iii) PAN card of Bidder, (iv) Valid Email Id, (v) contact number (Mobile/Landline) of the bidder etc. These documents should reach the office of the Liquidator physically and through physical delivery or post/courier at the address mentioned above before 5:00 p.m. on or before 28th December, 2020.
4. Name of Eligible Bidders will be identified and conveyed by Liquidator to participate in the E-auction. The User ID & Password will be provided to the Eligible Bidders after due verification of KYC and other details of the Eligible Bidders.

5. It should be the responsibility of the interested bidders to inspect and satisfy themselves about the property before submission of the bid.
6. Liquidator has the right to demand documents from bidder for the process and in case the documents are not provided, the liquidator may disqualify the bid.
7. The E-Auction of the assets would be conducted exactly on the scheduled date & time as mentioned in the E-Auction Notice and E-Auction Process Information Document. The Bidder can increase their bid by the aforesaid Minimum Incremental Amount (Please refer to the Chart in Clause J). In case bid is placed in the last 5 minutes of the closing time of the E- auction, the closing time will automatically be extended for 5 minutes.
8. The EMD of unsuccessful bidders shall be refunded on 31st December, 2020. The EMD shall not bear any interest.
9. The Liquidator will issue a Letter of Intent to the Successful Bidder, detailing the Total Payable Amount and other Terms and Conditions.
10. The Successful Bidder shall bear the applicable stamp duties/ additional stamp duty / transfer charges, fee, Taxes, GST, etc. and also all the statutory/ non-statutory dues, taxes, rates assessment charges fees etc. owing to anybody.
11. In simple terms, the Bid Amount is equal to the amount to be received by the Liquidator i.e. Net Amount and all other applicable taxes like TDS, GST, Property Tax, etc. will be over and above the Bid Amount and would be borne by the Successful Bidder.
12. The E-Auction for the sale of Plant & Machinery of the Corporate Debtor was conducted on 30th November, 2020. The Successful Bidder of the said E-Auction will be given a time of 45 days to dismantle/shift/load/transport the said Plant & Machinery after the Liquidator receives the entire sale consideration. Hence, the Successful Bidder of this E-Auction will get the possession after the Successful Bidder of previous E-Auction completes the process of dismantling/shifting/loading/transporting the entire Plant & Machinery.

Example: If the Liquidator receives the entire sale consideration on 11th December, 2020, the Successful Bidder will have a time of 45 days i.e. upto 25th January, 2021.

13. The Liquidator is not bound to accept the highest offer and has the absolute right to accept or reject any or all offer(s) or adjourn/postpone/cancel the E-Auction or withdraw any property or portion thereof from the auction proceedings at any stage without assigning any reason there for.
14. The sale certificate will be issued and / or transaction / sale documents executed in the name of Successful Bidder(s) / Successful E-Auction Process Applicant(s) only and will not be issued in any other name(s).
15. The sale shall be subject to the relevant provisions of the Insolvency and Bankruptcy Code, 2016 read with Schedule I under Regulation 33 of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.
16. The decision of the Liquidator on declaration of Successful Bidder shall be final and binding on all the Bidders.

TECHNICAL TERMS AND CONDITIONS OF E-AUCTION

1. Intending bidders shall have a valid E-mail Id, valid PAN Card and KYC documents to register with the E- Auction Service Provider.
2. Only upon verification of the Bid Form and confirmation of submission of EMD, the Eligible Bidders will be declared and thereafter, permitted to access the Platform for bidding for the assets.
3. The Bidder shall be solely responsible for all consequences arising out of the bid submitted by him (including any wrongful bidding) and no complaint/representation will be pertained in this regard by the Liquidator/the E-Auction Service Provider. Hence, Bidders are cautioned to be careful and to check the bid amount and alter/rectify their bid if required before confirming the submission of the bid.
4. Bidders should not disclose their User Id, password and other material information relating to the bidding to anyone to safeguard its secrecy and authenticity.
5. All bids placed are legally valid bids and are to be considered as bids from the Bidder himself. Once the bids placed, the Bidder cannot reduce or withdraw the bid for whatever reason.
6. The highest bid shall supersede all the previous bids of the respective Bidders. The Bidder with the highest offer/bid does not get any right to demand for acceptance of his bid.
7. After the conclusion of the E-auction for the assets, the Successful Bidder shall be informed through a message generated automatically by the portal of the outcome of the E-auction. A separate Intimation shall also be sent to the Successful Bidder by the Liquidator.
8. Bidders may encounter certain unforeseen problems such as time lag, heavy traffic, and system/ power failure at the Bidder's end. To avoid losing out on bidding because of above-mentioned reasons, it is advised not to wait for the last moment.

Jovita Reema Mathias
Liquidator of Gupta Synthetics Limited
IBBI Reg. No: IBBI/IPA-002/IP-N00337/2017-18/10941

Date: 9th December, 2020
Place: Mumbai

**FORMATS FOR THE UNDERTAKINGS/FORMS TO BE SUBMITTED BY THE BIDDER/ASSOCIATE COMPANY
ON BEHALF OF THE BIDDER**

ANNEXURE I

**SECTION 29A OF IBC, 2016
(The same is amended from time to time)**

29A. Persons not eligible to be resolution applicant:

A person shall not be eligible to submit a resolution plan, if such person, or any other person acting jointly or in concert with such person:

- a) Is an undischarged insolvent;
- b) Is a willful defaulter in accordance with the guidelines of the Reserve Bank of India issued under the Banking Regulation Act, 1949;
- c) At the time of submission of the resolution plan has an account, or an account of a corporate debtor under the management or control of such person or of whom such person is a promoter, classified as nonperforming asset in accordance with the guidelines of the Reserve Bank of India issued under the Banking Regulation Act, 1949 (10 of 1949) 3 [or the guidelines of a financial sector regulator issued under any other law for the time being in force,] and at least a period of one year has lapsed from the date of such classification till the date of commencement of the corporate insolvency resolution process of the corporate debtor:

Provided that the person shall be eligible to submit a resolution plan if such person makes payment of all overdue amounts with interest thereon and charges relating to nonperforming asset accounts before submission of resolution plan: 1 Provided further that nothing in this clause shall apply to a resolution applicant where such applicant is a financial entity and is not a related party to the corporate debtor.

Explanation I - For the purposes of this proviso, the expression "related party" shall not include a financial entity, regulated by a financial sector regulator, if it is a financial creditor of the corporate debtor and is a related party of the corporate debtor solely on account of conversion or substitution of debt into equity shares or instruments convertible into equity shares, prior to the insolvency commencement date.

Explanation II - For the purposes of this clause, where a resolution applicant has an account, or an account of a corporate debtor under the management or control of such person or of whom such person is a promoter, classified as nonperforming asset and such account was acquired pursuant to a prior resolution plan approved

under this Code, then, the provisions of this clause shall not apply to such resolution applicant for a period of three years from the date of approval of such resolution plan by the Adjudicating Authority under this Code;

Provided further that this clause shall not apply in relation to a connected person referred to in clause (iii) of Explanation I;

- d) Has been convicted for any offence punishable with imprisonment:
 - i. for two years or more under any Act specified under the Twelfth Schedule; or
 - ii. for seven years or more under any law for the time being in force: Provided that this clause shall not apply to a person after expiry of a period of two years from the date of his release from imprisonment:
- e) Is disqualified to act as a director under the Companies Act, 2013; Provided that this clause shall not apply in relation to a connected person referred to in clause (iii) of Explanation I;
- f) Is prohibited by the Securities and Exchange Board of India from trading in securities or accessing the securities markets;
- g) Has been a promoter or in the management control of a corporate debtor in which a preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction has taken place and in respect of which an order has been made by the Adjudicating Authority under this Code; Provided that this clause shall not apply if a preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction has taken place prior to the acquisition of the corporate debtor by the resolution applicant pursuant to a resolution plan approved under this Code or pursuant to a scheme or plan approved by a financial sector regulator or a court, and such resolution applicant has not otherwise contributed to the preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction;
- h) Has executed a guarantee in favour of a creditor in respect of a corporate debtor against which an application for insolvency resolution made by such creditor has been admitted under this Code and such guarantee has been invoked by the creditor and remains unpaid in full or part. i) is subject to any disability, corresponding to clauses (a) to (h), under any law in a jurisdiction outside India; or
- i) has a connected person not eligible under clauses (a) to (i)

Explanation – For the purposes of this clause, the expression “connected person” means i. Any person who is the promoter or in the management or control of the E-auction Applicant; or ii. Any person who shall be the promoter or in management or control of the assets of the Company pursuant to sale thereof as part of the liquidation process of the Company; or iii. The holding company, subsidiary company, associate company or related party of a person referred to in clauses (i) and (ii) Provided that nothing in clause (iii) of this Explanation shall apply to a bidder where such bidder is a financial entity and is not a related party of the corporate debtor:

Provided further that the expression “related party” shall not include a financial entity regulated by a financial sector regulator, if it is a financial creditor of the corporate debtor and is a related party of the corporate debtor solely on account of conversion or substitution of debt into equity shares or instruments convertible into equity shares, prior to the insolvency commencement date.

Explanation II—For the purposes of this section, “financial entity” shall mean the following entities which meet such criteria or conditions as the Central Government may, in consultation with the financial sector regulator, notify in this behalf, namely:-

(a) a scheduled bank;

(b) any entity regulated by a foreign central bank or a securities market regulator or other financial sector regulator of a jurisdiction outside India which jurisdiction is compliant with the Financial Action Task Force Standards and is a signatory to the International Organisation of Securities Commissions Multilateral Memorandum of Understanding;

(c) any investment vehicle, registered foreign institutional investor, registered foreign portfolio investor or a foreign venture capital investor, where the terms shall have the meaning assigned to them in regulation 2 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2017 made under the Foreign Exchange Management Act, 1999 (42 of 1999);

(d) an asset reconstruction company register with the Reserve Bank of India under section 3 of the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (54 of 2002);

(e) an Alternate Investment Fund registered with Securities and Exchange Board of India;

(f) such categories of persons as may be notified by the Central Government.

BID FORM

Date:

Ms. Jovita Reema Mathais
Liquidator of Gupta Synthetics Limited
306, A Wing, Rustomjee Central Park,
Andheri Kurla Road, Chakala, Andheri (E),
Mumbai – 400069

Dear Madam,

I am desirous in participating in the E-Auction announced by you in the Newspaper publication dated _____ in _____ (Name of newspaper).

Name of Corporate Debtor: Gupta Synthetics Limited in Liquidation

Details of Bidder / Bid Price Offered

Name of the Bidder	
Constitution of Bidder	
Contact No.	
Email ID	
PAN No.	
Address	

Details of Payment of EMD (Demand Draft)

Demand Draft No.	
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I/We/M/s. also enclose copies of the required KYC documents. We request you to kindly verify the same and arrange with the auction portals for issue of an ID and password for us to enable us to take part in the E- Auction.

Date:

Place:

Signature

AFFIDAVIT AND UNDERTAKING

(On a non-judicial stamp paper)

Ms. Jovita Reema Mathais
Liquidator of Gupta Synthetics Limited
306, A Wing, Rustomjee Central Park,
Andheri Kurla Road, Chakala, Andheri (E),
Mumbai – 400069

**Sub: Disclosure of eligibility under Section 29A of the Insolvency and Bankruptcy Code,
2016 and declaration for submitting bid for e-auction.**

Dear Madam,

I hereby submit this declaration under Section 29A of the Insolvency and Bankruptcy Code, 2016 (“Code”):

A. I have understood the provisions of section 29A of the Code as inserted by the Insolvency and Bankruptcy Code (Amendment) Ordinance, 2017. I confirm that neither _____ (XYZ Limited) nor any person acting jointly with _____ (XYZ Limited) or any person who is a promoter or in the management or control of _____ (XYZ Limited) or any person acting jointly with _____ (XYZ Limited):

- a) Is an undischarged insolvent;
- b) Is a willful defaulter in accordance with the guidelines of the Reserve Bank of India issued under the Banking Regulation Act, 1949;
- c) At the time of submission of the resolution plan has an account, or an account of a corporate debtor under the management or control of such person or of whom such person is a promoter, classified as nonperforming asset in accordance with the guidelines of the Reserve Bank of India issued under the Banking Regulation Act, 1949 (10 of 1949) 3 [or the guidelines of a financial sector regulator issued under any other law for the time being in force,] and at least a period of one year has lapsed from the date of such classification till the date of commencement of the corporate insolvency resolution process of the corporate debtor:

Provided that the person shall be eligible to submit a resolution plan if such person makes payment of all overdue amounts with interest thereon and charges relating to nonperforming asset accounts before submission

of resolution plan. Provided further that nothing in this clause shall apply to a resolution applicant where such applicant is a financial entity and is not a related party to the corporate debtor.

Explanation I - For the purposes of this provision, the expression "related party" shall not include a financial entity, regulated by a financial sector regulator, if it is a financial creditor of the corporate debtor and is a related party of the corporate debtor solely on account of conversion or substitution of debt into equity shares or instruments convertible into equity shares, prior to the insolvency commencement date.

Explanation II - For the purposes of this clause, where a resolution applicant has an account, or an account of a corporate debtor under the management or control of such person or of whom such person is a promoter, classified as nonperforming asset and such account was acquired pursuant to a prior resolution plan approved under this Code, then, the provisions of this clause shall not apply to such resolution applicant for a period of three years from the date of approval of such resolution plan by the Adjudicating Authority under this Code;

Provided further that this clause shall not apply in relation to a connected person referred to in clause (iii) of Explanation I;

- d) Has been convicted for any offence punishable with imprisonment:
 - i. for two years or more under any Act specified under the Twelfth Schedule; or
 - ii. for seven years or more under any law for the time being in force: Provided that this clause shall not apply to a person after expiry of a period of two years from the date of his release from imprisonment;
- e) Is disqualified to act as a director under the Companies Act, 2013; Provided that this clause shall not apply in relation to a connected person referred to in clause (iii) of Explanation I;
- f) Is prohibited by the Securities and Exchange Board of India from trading in securities or accessing the securities markets;
- g) Has been a promoter or in the management control of a corporate debtor in which a preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction has taken place and in respect of which an order has been made by the Adjudicating Authority under this Code; Provided that this clause shall not apply if a preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction has taken place prior to the acquisition of the corporate debtor by the resolution applicant pursuant to a resolution plan approved under this Code or pursuant to a scheme or plan approved by a financial sector regulator or a court, and such resolution applicant has not otherwise contributed to the preferential transaction, undervalued transaction, extortionate credit transaction or fraudulent transaction;
- h) Has executed a guarantee in favour of a creditor in respect of a corporate debtor against which an application for insolvency resolution made by such creditor has been admitted under this Code and such guarantee has been

invoked by the creditor and remains unpaid in full or part. i) is subject to any disability, corresponding to clauses (a) to (h), under any law in a jurisdiction outside India; or

i) Has a connected person not eligible under clauses (a) to (i)

Explanation – For the purposes of this clause, the expression “connected person” means i. Any person who is the promoter or in the management or control of the E-auction Applicant; or ii. Any person who shall be the promoter or in management or control of the assets of the Company pursuant to sale thereof as part of the liquidation process of the Company; or iii. The holding company, subsidiary company, associate company or related party of a person referred to in clauses (i) and (ii) Provided that nothing in clause (iii) of this Explanation shall apply to a bidder where such bidder is a financial entity and is not a related party of the corporate debtor:

Provided further that the expression “related party” shall not include a financial entity regulated by a financial sector regulator, if it is a financial creditor of the corporate debtor and is a related party of the corporate debtor solely on account of conversion or substitution of debt into equity shares or instruments convertible into equity shares, prior to the insolvency commencement date.

Explanation II—For the purposes of this section, “financial entity” shall mean the following entities which meet such criteria or conditions as the Central Government may, in consultation with the financial sector regulator, notify in this behalf, namely:-

(a) a scheduled bank;

(b) any entity regulated by a foreign central bank or a securities market regulator or other financial sector regulator of a jurisdiction outside India which jurisdiction is compliant with the Financial Action Task Force Standards and is a signatory to the International Organisation of Securities Commissions Multilateral Memorandum of Understanding;

(c) any investment vehicle, registered foreign institutional investor, registered foreign portfolio investor or a foreign venture capital investor, where the terms shall have the meaning assigned to them in regulation 2 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2017 made under the Foreign Exchange Management Act, 1999 (42 of 1999);

(d) an asset reconstruction company register with the Reserve Bank of India under section 3 of the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (54 of 2002);

(e) an Alternate Investment Fund registered with Securities and Exchange Board of India;

(f) such categories of persons as may be notified by the Central Government.

I therefore, confirm that _____ (XYZ Limited) is eligible to be bidder in accordance to Section 29A of the Insolvency and Bankruptcy Code, 2016 (“Code”) as inserted by the Insolvency and Bankruptcy Code

(Amendment) Act, 2018.

- B. I undertake on behalf of _____ (XYZ Limited), that during the Liquidation Process, no person who would be considered as Connected Person and is not eligible to submit resolution plan under section 29A of Insolvency and Bankruptcy Code, 2016 and the regulation 38 of IBBI (Insolvency Resolution Process of Corporate Persons) regulations, 2016 shall be engaged in the management and control of corporate debtor.
- C. I declare and undertake that in case the _____ (XYZ Limited) becomes ineligible at any stage during the Liquidation Process, it would inform the Liquidator forthwith on becoming ineligible.
- D. I also undertake that in case the _____ (XYZ Limited) becomes ineligible at any time after submission of the EMD, then the EMD would be forfeited and the same would be deposited in the account of Gupta Synthetics Limited – in Liquidation.
- E. I also further undertake that my winning bid Amount will remain binding unless rejected by the Liquidator.
- F. I confirm at the said declaration and disclosure is true and correct.
- G. I am duly authorized to submit this declaration by virtue of _____.

(DEPONENT)

VERIFICATION

I, the deponent above, do hereby solemnly declare and affirm that the above statement given by me is true and correct to the best of my knowledge and belief and nothing stated above is false or misrepresentation or misleading.

(DEPONENT)

DECLARATION BY BIDDERS

To,

Ms. Jovita Reema Mathais
Liquidator of Gupta Synthetics Limited
306, A Wing, Rustomjee Central Park,
Andheri Kurla Road, Chakala, Andheri (E),
Mumbai – 400069

Dear Madam,

1. I/We, the Bidder(s) aforesaid do hereby state that, I/We have read the entire terms and conditions for the sale of assets as specified in the Information Sheet and have understood them fully. I/We, hereby unconditionally agree to confirm with and to be bound by the said terms and conditions and agree to take part in the E-auction process.
2. I/We declare that the Earnest Money Deposit (EMD) and the deposit towards purchase price have been made by me/us as against my/our bid and that the particulars of remittance and all other information given by me/us in the online form is true and correct.
3. I/We further understand and agree that if any of the statement / information revealed by me/us is found to be incorrect and/or untrue, the bid submitted by me/us is liable to be cancelled and in such case, the EMD and/or any monies paid by me/us is liable to be forfeited by the Seller ("Liquidator") and the Seller will be at liberty to annul the offer made to me/us at any point of time.
4. I/We also agree that after my/our offer given in my/our bid for purchase of property(ies) is accepted by the Seller and if, I/We, fail to accept or act upon the terms and conditions of the sale or am/are not able to complete the transaction within the time limit specified for any reason whatsoever and/or fail to fulfil any/all the terms and conditions of the auction and offer letter, the EMD and other monies paid by me/us along with the online form and thereafter, are liable to be forfeited. The timeline for payment of final sale consideration may be extended by sole discretion of liquidator, to the extent permissible under the applicable laws and regulations. In case final sale consideration is not paid within timeline, the liquidator shall forfeit EMD.
5. I/We understand that the EMD of all Bidders shall be retained by the Liquidator and returned only after the

successful conclusion of the sale of property(ies). I/We, state that I/We, have fully understood the terms and conditions therein and agree to be bound by the same.

6. I/We confirm that our participation in the E-auction process, submission of bid or acquisition of the property(ies) pursuant to the provisions of the E-Auction Process Information Document will not conflict with, or result in a breach of, or constitute a default under
 - (i) our constitutional documents; or
 - (ii) any applicable laws; or
 - (iii) any authorization or approval of any government agency or body; or
 - (iv) any judgement, order, injunction, decree, or ruling of any court or governmental authority, domestic or foreign binding on me/us; or (v) any agreement to which I am/we are a party or by which I am/We are bound.

7. The decision taken by the Liquidator with respect to the selection of the Successful bidder and communicated to us shall be binding on me/us.

8. I/We also undertake to abide by the additional conditions if announced during the E-auction including any announcement(s) on correction of and/ or additions or deletions to the time of auction portal and property(ies) being offered for sale.

9. I/We confirm that the Seller and his employees, shall not be liable and responsible in any manner whatsoever for my/our failure to access and bid on the E-auction portal due to any unforeseen circumstances etc. before or during the auction event.

10. I/We hereby confirm that I/we are eligible to purchase the assets of the Company under Section 29A of the Insolvency and Bankruptcy Code, 2016.

(Signature with SEAL)

Name: _____

Address: _____

Email: _____

Mobile: _____

PICTURES OF LAND AND BUILDING

