

E-AUCTION NOTICE FOR SALE OF IRON SCRAPS

Reliance Naval and Engineering Ltd ('RNEL') is under Corporate Insolvency and Resolution Process (CIRP) since 15th January 2020 and Mr Sudip Bhattacharya is appointed as a Resolution Professional (RP). Notice is hereby given for invitation of Expression of Interest ('EoI') from the prospective bidders interested in the participation of Electronic Auction sale process ("E-Auction") for the purchase of iron and other assorted scraps of the damaged assets (due to cyclone 'Taukte') of Reliance Naval and Engineering Ltd, on 'as is where is basis', 'as is what is basis', 'whatever is there is basis', in accordance with IBC and terms and conditions set out in EoI process document which can be viewed at www.rnel.co.in.

The details of assets offered for sale are listed below. The sale will be carried out under E-Auction platform.

Block no.	Type of Machineries	Location	Numbers
Block -1	600 t Goliath Crane	RNEL-EOU	1
	20/50 t Portal Crane		1
	10 t EOT Crane		2
Block-2	60 t Gantry Crane	RNEL-SEZ	2
	10 t Gantry Crane		1
Block-3	Assorted Roof sheets Scrap		Lot

Terms and Conditions of E-Auction are as under:

- E-Auction will be conducted on "as is where is basis", 'as is what is basis', 'whatever is there is basis' and 'No Recourse basis' through approved service provider, www.thesalvegebids.com
- Estimated scrap weight (take or pay) is 3758 MT and estimated base price for e-auction is INR 11.00 crores (excluding all statutory and all other charges). Additional amount will be charged for any material taken beyond 3758 MT (+/-5% tolerance) according to offer price (currently estimated @INR 35/Kg less cutting and transportation subsidy allowance @INR6.50/Kg).
- The intending bidders shall submit the EoI application along with necessary documents of eligibility, affidavit and a non-refundable deposit of INR 50,000/- (Rupees Fifty thousand) latest by 9th February 2021. The details form for EoI and Affidavit has been provided in website www.rnel.co.in
- The bidder must provide a Net worth Certificate of minimum INR10 Crore
- The intending bidder, prior to submitting their bid, should make their independent inquiries/assessment of assets.
- A visual walk-through inspection can be arranged for the prospective bidders at the respective site with prior appointment, after submission of KYC documents, contact numbers, by email by contacting the resolution professional at ip.reliancenaval@duffandphelps.com before 24th February 2022.
- The intending bidder should submit the EMD of INR 4,00,000,000 (Rupees Four Crore), as per Annexure provided in the process document on the website www.rnel.co.in, by 5 pm on 25th February 2022. The original hardcopies must be sent by speed / registered post to The Resolution Professional at the address given above.
- For H1 bidder, of the total EMD of INR 4 Cr, INR 2 Cr will be adjusted against the bid value and the remaining INR 2 Cr will be used for any adjustments to final tonnage of the scrap. Any unadjusted portion of the EMD amount will be refunded within 7 (seven) days from submission of the reconciliation statement.
- The H1 bidder must maintain and submit the record for material taken from the shipyard offered under this e-auction process which will be duly supported by weighment slips taken from RNEL maintained weighbridge and a due certificate from Mr. Milan Trivedi (RNEL Supervisor). Any additional amounts recoverable for weight in excess of 3758 MT will be adjusted against the refundable portion of the EMD.
- The H1 bidder must submit all relevant documents (as mention in clause "Work methodology for dismantling of Cranes" and all sub-clauses (1 to 7) and bear all responsibilities mentioned.
- RNEL will have a right to recover from H1 bidder all damages, liabilities, penalties, recoveries, if any, and will be retained from the unpaid EMD amount.
- The date of E-Auction is 1st March 2022, from 3pm to 5pm (with unlimited extension of 5 minutes and minimum incremental bid of INR 10,00,000 (Rupees Ten Lakh)
- Bidder needs to bid for all the assets in the respective block. Bid for individual asset in a block is not permitted.
- The complete E-Auction document contains details of Assets, Application forms, Declaration and undertaking form. General terms and conditions of online auction sale is available on website www.rnel.co.in.
- The intending bidder are required to submit Earnest Money Deposit (EMD) amount either through RTGS / NEFT in account of "Reliance Naval and Engineering Ltd", accounts details is stated in the E-Auction process documents.
- Every qualified bidder (who is qualified per the eligibility criteria in the process document, paid a non-refundable deposit of INR 50,000, and submitted EMD of INR 4 Crores) will be given a specific login and password to participate in the e-auction process. The Login and password will be shared in the "designated email address" of the qualified bidder (the "designated email address" should be submitted to RP with the Expression of Interest application).
- In case, a bid is placed in the last 5 minutes of the closing time of E-Auction, the closing time will automatically get extended for 5 minutes with unlimited extensions. The bidder who submits the highest bid amount (not below the reserve price) on closure of E-Auction process shall be declared as the Successful bidder (H1 bidder) and a communication to that effect will be issued through electronic mode which shall be subject to approval by The Resolution Professional of RNEL and/or officials of National Insurance Company Ltd.
- H1 bidder will be responsible to pay all statutory duties and charges as applicable and payable to KASEZ leviable under EO and SEZ Act and Regulations while removing the material from the shipyard site.
- H1 bidder will bear all charges/ make own arrangement for cutting of oversized iron structures and blocks, other scraps and make own transportation arrangement.

Sudip Bhattacharya

As Resolution Professional of Reliance Naval and Engineering Limited
IBBI Registration Number: IBBI/PA-003/IP-N00080/2017-18/10703

Project Address:

**Duff & Phelps India Private Limited,
Raheja Tower, 14th Floor, Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051**

Project Email: ip.reliancenaval@duffandphelps.com