Andhra Pradesh State Financial Corporation

(Incorporated under the State Financial Corporation Act. LXIII of 1951)

REGD.POST WITH ACK DUE
IN DUPLICATE

Please quote our Reference No.

AFC/AMC/BIFR/RSR/RCK/2002-03/ **015118** Dated: 19-08-2002

M/S BG Steels Pvt.Ltd. & Shri Medam Pandu
2-3-577/2, 1st Floor, Sri Sai Complex
Minister Road
SECUNDERABAD – 500 003.

Dear Sir,

SUB: Sale of land, buildings and plant & machinery belonging to M/S Delhi Tubes Pvt.Ltd., Nacharam, Ranga Reddy District U/S 29 of SFCs Act – Sale confirmation – Reg.

REF:
1. Release of advertisement dt.1st, 2nd & 3rd Feb.,2002 in Economic Times Eenadu & Deccan Chronicle.
2. Your tender cum bid dt.13.2.2002.
3. Sale Negotiations Committee meetings dt.13.2.2002, 20.2.02, 27.02.02 29.05.02, 18.06.02, 22.07.02,07.08.02 & 14.08.02
4. Approval of the Managing Director dt.06.03.2002.
5. Consent received from APIDC dt.02.04.2002.
6. Consent received from United Bank of India dt.05.06.2002.
7. Consent recd. from IIBI dt.19.06.2002.
8. Legal opinion dt.26.07.2002 recd. from Legal Counsel.
9. Your letter dt.12.08.2002.
10. Sale Negotiations Committee meeting dt.14.08.2002 in presence of Official Liquidator.
11. Final approval of the Managing Director dt.19.08.2002.

With reference to the above, we are pleased to inform you that our Corporation has approved your offer for purchase of land, buildings and plant & machinery belonging to M/S Delhi Tubes Pvt.Ltd., Nacharam, Ranga Reddy District U/S 29 of SFCs Act, 1951 for a consideration of Rs. 253.10 lakhs (Rupees Two hundred fifty three lakhs and ten thousands only) on 100% down payment basis on the following terms and conditions :

1. You shall pay the entire sale consideration amounting to Rs. 253.10 lakhs (Rupees two hundred fifty three lakhs and ten thousands only including EMD of Rs.5.00 lakhs already paid by you) in 60 days from the date of confirmation of sale.

2. If you fail to make payment as stipulated above, the EMD and deposit amounts paid by you, shall be forfeited without further reference to you.

5-9-194, Chirag Ali Lane, P.B.No:165 HYDERABAD - 500 001
✆ 040 - 3201398, 3201646, 3202547, 3202550 - 53
Fax:(040)-3202972 e-mail: apsfc@hd1.vsnl.net.in URL: www.ap-sfc.com

3. The Corporation shall not be liable to pay any dues either statutory or otherwise.

4. You have to take possession of the land, buildings and plant & machinery of the unit on making the above payment within the stipulated time.

5. If you fail to take possession of the land, buildings and plant & machinery within the stipulated time, the asset carrying costs such as Insurance, Watch and ward expenses and interest etc. shall be borne by you for the delayed period as per procedure of the Corporation.

6. You have to obtain necessary permission from the concerned departments / authorities for commencing the industrial / related activities at the said premises.

7. There is no commitment on the part of the Corporation for considering any fresh term loan.

8. You shall, at your own cost and expenses execute and / or register such instruments / legal documents or do or cause to be done such acts and deeds as may be required by the Corporation for transfer of the assets of the unit in your favour.

Vide QP 12 Sub-para 6.5 (15) of Clause 7.5.1 of ISO 9001:2000, this letter is issued to you in duplicate, with a request to return one copy to the Deputy General Manager (AMC/BIFR/RSR), Head Office / Asst.General Manager, APSFC, Ranga Reddy (East) duly signed by you as a token of your acceptance of the above terms and conditions.

Yours faithfully

19)8

DEPUTY GENERAL MANAGER
(AMC/BIFR/RSR)

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