

18th June, 2023

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

National Stock Exchange of India Ltd.
“Exchange Plaza” Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051

Scrip Code: **532907**

Symbol: **IL&FSENGG**

Subject: Additional Details Required for Corporate Announcement filed under Regulation 30 of SEBI (LODR) Regulations, 2015

Dear Sir

In furtherance of the Company's disclosure on 15th June 2023, as per Regulation 30 of SEBI LODR, Regulations read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015 and as desired vide BSE's email dated 16th June, 2023, the details pertaining to two awards are as follows:

- A. **Authority delivering the Award:** Arbitral Tribunal
Name of Project: Dhobi-Durgapur Pipeline Project
Name of Opposing Party: Gail (India) Limited, the Respondent

The Respondent was authorized through the Ministry of Petroleum and Natural Gas to develop the “Jagdishpur–HaldiaBokaro–Dhamra Natural Gas Pipeline Project” with an aim to ensure a clean and quality supply of Natural Gas in Eastern part of India at an affordable price. It invited tenders for Dobhi Durgapur–Haldia Pipeline along with spur lines for a total length of approximately 585 Kms. The Company was awarded the contract for the installation of a pipeline and associated facilities covering 171.088 kms for a contract value of the contract was Rs. 215.79 Crore excluding GST, proposed to be completed within a period of 17 months.

Brief Details of Litigation

During the execution of the contract, post the IL&FS crisis, certain disputes arose whereby Gail India imposed certain onerous conditions for the settlement of the matter failing which the contract would be deemed to have been terminated. As the conditions were not acceptable to the Company, it invoked arbitration, and the arbitration proceeding was started by Hon'ble Justice(Retd.) Ashok Bhan, sole arbitrator, appointed by Hon'ble Delhi High Court.

Quantum of Claims

Out of the Company's total claims amounting to Rs.79.28 Crore and return of Bank Guarantees amounting to Rs.45.31 crore, Hon'ble Arbitrator was pleased, *inter alia*, to pass an award for a sum of Rs.21.58 crore plus interest and the return of BGs as claimed. Conversely, the Respondent was awarded an amount of R.21.57 Crore approx. (excluding GST and interest) out of their total counterclaim for a sum of Rs.79.39 Crore.

- B. **Authority delivering the Award:** Arbitral Tribunal
Name of Project: Bokaro-Anugul Pipeline Project
Name of Opposing Party: Gail (India) Limited, the Respondent

The Respondent was authorized through Ministry of Petroleum and Natural Gas to develop the “Jagdishpur–Haldia-Bokaro-Dhamra Natural Gas Pipeline Project” with an aim to ensure a clean and quality supply of Natural Gas in the Eastern part of India at an affordable price. It invited tenders for the Bokaro-Anugul Pipeline including four SV stations and one Receiving/Dispatch terminal for a total length of approximately 95.4 Kms. The Company was awarded the said contract valued at Rs.129.66 Crore(approx.), proposed to be completed within a period of 15 months.

Brief Details of Litigation

During the execution of the contract, post the IL&FS crisis, certain disputes arose whereby Gail India terminated the contract, which prompted the Company to invoke arbitration as per the terms and conditions of the Contract. Accordingly, Hon'ble Justice(Retd.) Ashok Bhan, the sole arbitrator, was appointed by Hon'ble Delhi High Court.

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Quantum of Claims

Out of the Company's total claims amounting to Rs.20.88 Crore and return of Bank Guarantees amounting to Rs.20.09 crore(approx.), Hon'ble Arbitrator has been pleased, *inter alia*, to pass an award for a sum of Rs.13.80 crore(approx.) plus interest, and the return of BGs as claimed. Conversely, the Respondent was awarded an amount of Rs.7.13 Crore approx. plus interest out of their total counterclaims for Rs.42.92 Crore.

Thus, the non-admission of the Company's full claims by the Hon'ble Arbitral Tribunal in the aforesaid matters has no financial impact on the Company's performance.

Thanking you

Yours faithfully

For IL&FS Engineering & Construction Company Limited

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