



Promoters to Infuse ₹400 Cr Equity in Suzlon

Banks will write off some debt

Our Bureau

Mumbai: Suzlon Energy's board has approved a plan to restructure ₹14,000 crore debt, the wind turbine maker informed stock exchanges late on Thursday. The rejig will involve converting sustainable debt into equity, require banks to write off part of unsustainable debt, and have promoter entities infuse ₹400 crore in equity.

The company did not disclose the quantum of debt that would be converted into equity and the unsustainable debt that would be written off by banks.

ET reported on February 25 that Suzlon's lenders had agreed to a restructuring plan that will allow the company to convert ₹8,200 crore worth of loans into long-term optionally convertible debentures payable in 20 years. As a condition for the debt recast, the lenders had asked the promoters to infuse equity. The company also passed an enabling resolution for conversion of loans and debentures into equity.

"The board has approved the company's proposal for restructuring of debt of the company and its certain identified subsidiaries formulated under the Reserve Bank of India (Prudential Framework for Resolution of Stressed Assets) Directions, 2019," the company said in a statement.