

SALE/AUCTION NOTICE RAINBOW DENIM LIMITED (IN LIQUIDATION)

CIN: L18101PB1999PLC022452

Registered Office and Works: Village Chaundheri, Post Office Dappar,
Chandigarh-Ambala National Highway, Tehsil Derabassi, Distt. SAS Nagar (Mohali) Lalru - 140506 (Punjab)

**Sale of Corporate Debtor as Going Concern or Assets of Corporate Debtor
(In liquidation under Insolvency and Bankruptcy Code, 2016)**
Last date for submission of Expression of Interest (EOI) along refundable fees: **03-Feb-2023 by 6.00 pm**
Last date for submission of Earnest Money Deposit (EMD): **17-Feb-2023 by 6.00 pm**
Date and Time of Auction: **20-Feb-2023 at 3.00 pm to 4.00 pm** (With unlimited extension of 5 minutes each)

Sale of the Rainbow Denim Limited (in Liquidation) as a whole as going concern (Block/Option A) or following assets (Block/Option B, C and D) owned by Rainbow Denim Limited (In Liquidation) forming part of liquidation estate formed by the Liquidator, appointed by the Hon'ble National Company Law Tribunal, Chandigarh Bench vide order dated 12-April-2022.

Particulars	Block/ Option	Reserve Price	Earnest Money Deposit (EMD)	Incremental Value
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(Amount in Rs./Crores)

SALE OF CORPORATE DEBTOR AS A GOING CONCERN (In terms of Regulation 32(e) read with Regulation 32A of IBBI (Liquidation Process) Regulations, 2016)

Sale of Corporate Debtor as a going concern (all assets, excluding liabilities) as per Regulation 32A of IBBI (Liquidation Process) Regulations, 2016 Specific Exclusions – a) Cash and cash equivalents b) Inventory of raw material, stock-in-process and waste (sold as Block/Lot A-1 under Auction held on 08-Dec-2022) c) Two Vehicles belonging to Corporate Debtor (Toyota Innova 2.5G Diesel, 2015 bearing registration no. MH-46AP-5410 and Honda City Zx GXIMT Petrol, 2008 bearing registration no. CH-04C-5924 both vehicles already sold as Block/Lot B-1 and Block/Lot B-3 respectively under Auction held on 08-Dec-2022) d) Liabilities of the corporate debtor as existed on Liquidation Commencement Date, which shall stand settled/abated/extinguished on distribution in terms of Section 53. e) Any assets or their value recovered through proceedings for avoidance of transactions in accordance with Chapter III of the IBC	A	47.30(*)	4.73	0.01
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SLUMP SALE BASIS (In terms of Regulation 32(b) of IBBI (Liquidation Process) Regulations, 2016)

All assets of the Corporate Debtor on slump sale basis. Specific Exclusions – a) Cash and cash equivalents b) Inventory of raw material, stock-in-process and waste (Already sold as Block/Lot A-1 under Auction held on 08-Dec-2022) c) Two Vehicles belonging to Corporate Debtor (Toyota Innova 2.5G Diesel, 2015 bearing registration no. MH-46AP-5410 and Honda City Zx GXIMT Petrol, 2008 bearing registration no. CH-04C-5924 both vehicles already sold as Block/Lot B-1 and Block/Lot B-3 respectively under Auction held on 08-Dec-2022) d) Any assets or their value recovered through proceedings for avoidance of transactions in accordance with Chapter III of the IBC	B	46.59	4.66	0.01
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SET OF ASSETS COLLECTIVELY (In terms of Regulation 32(c) of IBBI (Liquidation Process) Regulations, 2016)

Set of assets collectively comprising of a) all plant & machinery (other than 66 KV sub-station and power house with electrical equipment/panel/transformer(s) and other installations forming part upto 415V Bus Bar PCC Panel), b) furniture and fixtures, computers & peripherals, computer software and office equipment(s) c) inventory of stores & spares and colours/dyes & chemicals located at Village Chaundheri, Lalru, Dist. SAS Nagar Mohali, Punjab. d) Vehicles belonging to Corporate Debtor Specific Exclusions – a) Land and all building, parking sheds, storage godowns, labour colony, boundary wall, roads/drainage, underground water/storage tanks, street lights, electrical fittings in offices/plant forming part of building, false ceiling/piping therein, all foundations/grouting/pipings below plinth level, AC ducting for offices and standing plantation/trees. b) all financial assets comprising of investments, trade receivables, export incentive receivables, balances with Government departments, loans & advances and security deposits belonging to Corporate Debtor. c) Inventory of raw material, stock-in-process and waste (sold as Block/Lot A-1 under Auction held on 08-Dec-2022) d) Two Vehicles belonging to Corporate Debtor (Toyota Innova 2.5G Diesel, 2015 bearing registration no. MH-46AP-5410 and Honda City Zx GXIMT Petrol, 2008 bearing registration no. CH-04C-5924 both vehicles already sold as Block/Lot B-1 and Block/Lot B-3 respectively under Auction held on 08-Dec-2022) e) 66 KV sub-station and pump house with electrical equipment/panel/transformer(s) and other installations forming part upto 415V Bus Bar PCC Panel.	C	10.06	1.00	0.01
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SET OF ASSETS COLLECTIVELY (In terms of Regulation 32(c) of IBBI (Liquidation Process) Regulations, 2016)

Set of assets collectively comprising of – a) Land admeasuring 48 Killas 3 Bighas and 2 Biswas and all building, parking sheds, storage godowns, labour colony, boundary wall, roads/drainage, underground water/storage tanks, street lights, electrical fittings in offices/plant forming part of building, false ceiling/piping therein, all foundations/grouting/piping below plinth level, AC ducting for offices. situated at Village Chaundheri, Lalru, Dist. SAS Nagar Mohali, Punjab excluding standing plantation/trees. b) 66 KV sub-station and power house with electrical equipment/panel/transformer(s) and other installations forming part upto 415V Bus Bar PCC Panel. c) all financial assets comprising of investments, trade receivables, export incentive receivables, balances with Government departments, loans & advances and security deposits belonging to Corporate Debtor. Specific Exclusions – a) all plant & machinery (other than 66 KV sub-station and pump house with electrical equipment/panel/transformer(s) and other installations forming part thereof), furniture and fixtures, computers & peripherals, computer software and office equipment(s) and inventory of raw material, stock-in-process and waste, stores & spares and colours/dyes & chemicals, located at Village Chaundheri, Lalru, Dist. SAS Nagar Mohali, Punjab. b) Vehicles belonging to Corporate Debtor	D	41.71	4.17	0.01
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Some of terms and conditions of auction are mentioned below for ease of reference:

- The Auction will be conducted by the undersigned strictly on "AS IS WHERE IS", "AS IS WHAT IS", "WHATEVER THERE IS BASIS" and "WITHOUT RECOURSE BASIS" through approved service provider M/s e-Procurement Technologies Limited (Auction Tiger) platform <https://ncltauction.auctiontiger.net>
- The Reserve Price for sale shall be exclusive of all applicable taxes and duties and the Successful Bidder shall be required to bear all applicable taxes and duties as may be applicable. It is clarified that no incidence of rates or other tax(es) will be applicable on or borne by the Corporate Debtor.
- The complete and detailed information about the assets of the company Auction Bid Form, Declaration and Undertaking Form, General Terms and Conditions of Auction sale are available in the "Auction Process Information Document dated 20-Jan-2023". Interested bidders shall participate after mandatorily reading and agreeing to the terms and conditions as mentioned in the "Auction Process Information Document dated 20-Jan-2023" which is available at <https://rainbowdenim.com>, and at M/s e-Procurement Technologies Limited (Auction Tiger) platform <https://ncltauction.auctiontiger.net>.
- The sale is subject to the (a) provisions of Insolvency and Bankruptcy Code, 2016 and regulations made thereunder and (b) the terms of Auction Process Information Document dated 20-Jan-2023 issued by the Liquidator.
- This Auction shall be subject to Swiss Challenge Mechanism, of which some of the details are mentioned below :
 a) (*) The Auction of CD as going concern has been initiated on the behalf of an interested buyer (hereinafter referred to as "Reserve Value Bidder") who has submitted its unconditional and irrevocable EOI/Offer for purchase of all unsold assets excluding all liabilities (as existing on liquidation commencement date) of the Corporate Debtor on a going concern basis on "As is where is", "As is what is", "Whatever there is basis" and "Without recourse basis" for Rs. 47.30 crores and the price offered by him has been taken as reserve price for Option A (Sale of Corporate Debtor as a going concern (all assets, excluding liabilities)).
 b) The highest bid, amongst bids received under Option A, Option B and cumulative sum of highest bids of Option C and Option D, being more than the reserve price of Option A, if any, shall be declared as "Challenger Bid" by the Liquidator.
 c) The Reserve Value Bidder shall be given preference to match the Challenger Bid and shall have right of refusal to match or give higher bid against the Challenger Bid within 24 hours. If Reserve Value Bidder submits to the liquidator his intention to match or give higher bid than Challenger bid, within 24 hours from the declaration of Challenger Bid, then the liquidator shall conduct another round of bidding interse the Reserve Value Bidder and Challenger Bid. Accordingly, bidder, amongst Reserve Value Bidder and Challenger Bid, offering highest value shall be declared as successful bidder.
 d) In case the Reserve Value Bidder fails or abstains from exercising his right of refusal to match or give higher bid against the Challenger Bid within 24 hours from declaration of Challenger Bid, the Challenger Bid shall be declared as Successful Bid.

Sd/-

Dharmendra Kumar Bhasin

Liquidator in the matter of Rainbow Denim Limited

Registration No.: IBBI/IPA-002/IP-N00816/2019-2020/12564

Date: 20-Jan-2023

Liquidator's Address: 191, Mamta Enclave, Dhakoli, Zirakpur, SAS Nagar, Punjab - 140603

Place: Zirakpur

Email: liquidator.rainbowdenim@gmail.com, Mobile: 9877932667