

REACON ENGINEERS (INDIA) PVT LTD



Background

- **1983:** Beginning of an Infrastructure Construction Company under various Govt Institution as a proprietary concern, “**Reacon International**” with Andaman & Nicobar Islands as the main place of work.
- **1988:** Converted into a private limited company in the name & style, “**Reacon Engineers (I) Pvt Ltd**” having it's Registered office at 227, Kamalalaya Centre, 156A Lenin Sarani, Kolkata-700013.
- Company was mainly run by Promoters' family, most of them being Engineers, acquired the knowledge of technology, market resources for various specialized projects.
- Total turnover from the year 2006 to 2023 with 7% escalation per year has been **~INR 2,844.69 crore.**



CIRP

- The company was unable to pay off their financial liabilities, leading to its downfall & accounts turning NPA.
- Indian Bank filed an application for initiation of **Corporate Insolvency Resolution Process (CIRP)**.
- The application was admitted by Hon'ble National Company Law Tribunal (NCLT), Kolkata Bench vide its Order dated **28.08.2023**, wherein **Mr. Pratim Bayal** was appointed as the Interim Resolution Professional (IRP).
- Further, Mr. Pratim Bayal was appointed to act in the capacity of Resolution Professional by the Committee of Creditors.
- Invitation of Expression of Interests was published on 11.10.2023.

Ongoing Projects

- **Renovation & expansion of ESIC Hospital at Okhla New Delhi:** Working with TCIL on the project. On receipt of the Completion Certificate, it is expected that a CREDENTIAL of ~INR 200 crore can be available for Hospital projects. The delay has been due to various administrative & contractual problems.
- **Construction of Science City at Agartala:** On receipt of completion certificate, a CREDENTIAL of ~ INR 30-35 crore would be available. The delay has been due to various architectural flaws.

Way Ahead

Once the company is out of the current financial stress, projects in the field of **Hospitals, Institutional Buildings, Science City Projects etc** can be procured by merging with a financially strong Company so that “Financial Credential” of the Company can be rebuild to procure Govt Projects.

Strengths & Credentials

- Construction of multispecialty Hospitals with provision of HVAC, modern fire fighting & fire alarm with centralized control, medical gas system, modular operation theaters, laundries etc on EPC basis
- Institutional buildings- Universities, Office premises, staff quarters etc with all facilities
- Runways with both flexible & rigid pavements
- Marine works- Break water, deep water jetty at sea with over 1000 mm casing piles 40 mtr long etc.

In the last 7 yrs, the company has executed Contracts amounting to ~INR 458.88 crore.

Almost all the projects have been from Govt. or Central/State PSUs

Key Projects

- **Tsunami Rehabilitation projects at A&N Islands with aggregate value of INR 400 cr which has a present value of ~INR 650 cr in just 2.5 yrs under CPWD.**
- **Tripura University at Suryamaninagar Agartala**
- **Guru Govind Singh Indraprastha University at Dwarka, New Delhi**
- **Ore handling Plant at Bhilai**
- **STF Building at Gomti Nagar, Lucknow**
- **3 rapid gravity water treatment plant at Port Blair which are the main source of drinking water at Port Blair, A&N Islands**
- **Break water at Mus Car Nicobar**
- **Finger Jetty at Junglighat at Port Blair**
- **Super Specialty Hospital Block at Command Hospital- Alipore, Kolkata.**

Existing Assets

- Land at Dundas Point, South Andaman, A&N Islands, measuring ~4 acres.
- Land at Najafgarh, Delhi, measuring ~2.2 acres
- Land at Durgapur, West Bengal, measuring ~5 acres