

**Biotechnology Industry Research Assistance Council**  
(A Government of India Enterprise)  
**LEGAL NOTICE**

**Date: 11<sup>th</sup> October, 2024**

To,

**M/s PROALGEN BIOTECH LIMITED**

New. No. 8, Old No. 11, 6<sup>th</sup> Cross Street, Karpagam Gardens, Adya,  
Chennai – 600020, Tamil Nadu, IN

**Email ID: report@proalgen.com**

Also,

**Mr. NIDAMANGALA SRINIVASA BALAMUKUNDAN, Managing Director**

1 Ragaviah Road, T. Nagar, Chennai – 600017, TN IN

Also,

**Mr. NIDAMANGALA SRINIVASA VENKATESH, Director**

No.37, 1<sup>st</sup> Floor, 3<sup>rd</sup> Main Part, 3 VGP Layout, Palavakkam, Thiruvanmiyur,  
Knacheepuram – 600041, TN IN

Also,

**Mr. MALAIAPPAN VISWANATHAN, Director**

A/104, No. 19, 3<sup>rd</sup> Seaward Road, Valmiki Nagar, Chennai – 600041, TN IN

Also,

**Mr. PONNURANGAM SELVAKUMAR, CFO (KMP)**

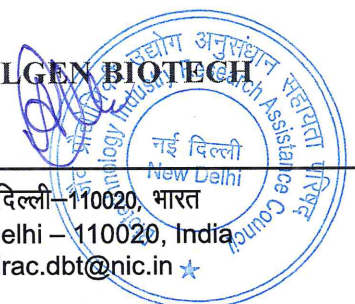
Water Ford Apartments, Appaswamy Building, Flat No. 51, 7<sup>th</sup> Floor, Thiruvanmiyur,  
Chennai – 600041, TN IN

**Subject:** Legal Notice for total Outstanding Loan Amount of **Rs. 1,20,00,776.64/-** as on 31<sup>st</sup> March, 2024 (including Penal Interest, which may vary on actual receipt of fund).

Dear Sir/ Madam,

M/s Biotechnology Industry Research Assistance Council (BIRAC) is a not-for-profit Section 8, Schedule B, Public Sector Enterprise, set up by Department of Biotechnology (DBT), Ministry of Science & Technology, Government of India having its office at 5<sup>th</sup> Floor, NSIC Business Park, NSIC Bhawan, Okhla Industrial Estate, New Delhi – 110020 hereby serves this Legal Notice upon you as stated here under:

1. That this is with regard to the Loan facility availed by **M/s PROALGEN BIOTECH LIMITED** hereinafter referred to as (Company).



2. That Department of Biotechnology (DBT), Ministry of Science & Technology, Government of India sanctioned a loan of **Rs. 431.00 lakhs** vide Sanction Order dated 13<sup>th</sup> March 2009, for the project entitled **“Pilot scale production of bio-diesel from algae (Phase-II)”**, (Ref. No. BT/SBIRI/296/35-B5/2007) and the terms of the loan were governed by the Agreement dated 13.03.2009 entered into between DBT and M/s Proalgen Biotech Limited and Supplementary Agreement dated 28.07.2016 entered into between BIRAC and M/s Proalgen Biotech Limited.
3. That the Company has entered into Deed of Hypothecation for which Charge ID No.10150696 Created on 13.03.2009 for Amount of Rs. 4,31,00,000/- in favour of DBT and Supplementary Deed of Hypothecation on dated 29.07.2016 in favour of BIRAC.
4. That to secure the said loan a Personal Guarantee was executed by **“Mr. N. S. Parthasarathi”**, in favour of the Department with regard to the above-mentioned Project. The Personal Guarantor **“Mr. N. S. Parthasarathi”** should ensure timely repayment of the Outstanding Amount for the Project.
5. That the Recall Notice dated 01.02.2021 has been issued to Company for repaying the Loan Amount already. In the interest of justice, we are offering you another opportunity to repay the Loan Amount.
6. As on 31<sup>st</sup> March, 2024 the below mentioned Total Outstanding Amount inclusive of Interest Amount along with Additional Interest (which may vary on actual receipt of fund) is due against Company: -

**(Amount in INR)**

<b>Project</b>	<b>Principal Outstanding Amount</b>	<b>Interest Outstanding Amount</b>	<b>Additional Interest</b>	<b>Total Outstanding (inclusive additional interest)</b>
BT/SBIRI/296/35-B5/2007	65,52,785.23	9,32,715.59	45,15,275.83	<b>1,20,00,776.64</b>

7. That this is the Final Opportunity to repay your total Outstanding Amount of **Rs.1,20,00,776.64/-** (as on 31<sup>st</sup> March, 2024) pending against the Company.
8. That non-payment of Outstanding Amount will result in following: -
  - a) Company will be treated as defaulter and name of the Company along with Name and Director's DIN number will be published on BIRAC website.
  - b) No further grant will be disbursed in any other Project/Scheme.
  - c) Initiation of legal proceedings which may result in termination of the Agreement, initiation of CIRP/Arbitration Proceeding or any other appropriate legal action in line with the Agreement against the Fund Recipient.



9. For RTGS payment, the details are provided hereunder.

**Name of the Bank :** State Bank of India  
**Account Name :** Biotechnology Industry Research Assistance Council  
**Account Number :** 62256380748  
**Branch Address :** Scope Complex, Lodi Road, New Delhi 110003.  
**IFSC Code :** SBIN0020511  
**Account type :** Saving

The above actions should be undertaken within 10 days of receipt of this notice failing which further legal action including invocation of **CIRP Proceedings/ Arbitration** would be taken against the Company.

This issues with the approval of competent authority.

  
**Adv. Alka Sharma**  
**Deputy Manager - Legal**  
**Biotechnology Industry Research Assistance Council (BIRAC)**

