

TERM LOAN AGREEMENT

THIS TERM LOAN AGREEMENT is made and executed and/or deemed to be executed on the date and at the place mentioned in Schedule I annexed hereto between the person(s) named in Schedule I hereof ("**the Borrower**") of the **ONE PART**.

AND

IDFC FIRST BANK LIMITED (formerly known as IDFC Bank Ltd), a company registered under the Companies Act, 2013 and a banking company within the meaning of the Banking Regulation Act, 1949 and having its registered office at KRM Tower, 7th Floor, No.1 Harrington Road, Chetpet, Chennai 600031 and amongst others, a branch at the place specified in *Schedule I* hereof (hereinafter referred to as "**the Bank**", which expression shall, unless it be repugnant to the subject or context thereof, include its successors and assigns) of the **OTHER PART**.

WHEREAS at the request of the Borrower, the Bank has sanctioned/agreed to sanction, Facility in terms of the Sanction Letter and upon the terms and conditions set out hereunder:

1. DEFINITIONS AND CONSTRUCTION

- a. In this Agreement, unless the context otherwise requires, the following terms wherever used including the recitals shall have the following meanings:
 - I. "**Account**" shall mean the account required to be opened by the Borrower in the Bank at the Branch as may be intimated by the Bank to avail the Facility.
 - II. "**Agreement**" shall mean this agreement and includes the Schedule as amended from time to time, and forming part of this Agreement.
 - III. "**Applicable Rate of Interest**" shall mean the rate(s) of interest applicable with respect to the Facility as mentioned in the *Schedule I* hereof.
 - IV. "**Affiliate**" in relation to the Borrower means any Person that directly or indirectly, through one or more intermediaries, controls, is controlled by or is under common control of the Borrower. For the purposes of this definition, the term "**control**" means the power to direct or cause the direction of the management and policies of the Borrower, whether through the ability to control the composition of the board of directors (or other applicable body performing a similar function) of the Borrower or by ownership of share capital, voting rights or otherwise of the Borrower.
 - V. "**Assets**" shall mean to include all properties, movable, immovable, tangible, intangible or otherwise, investments, cash-flows, revenues, rights, benefits, interests and title of every description, both present and future.
 - VI. "**Availability Period**" shall mean the period during which the Borrower is entitled to make a Drawdown as mentioned Schedule I hereof.
 - VII. "**Bank Base Rate**" shall mean the percentage rate per annum determined by the Bank from time to time and announced / notified by the Bank as its base rate either over Bank's website or otherwise.
 - VIII. "**Branch**" shall mean any of the branch of the Bank.
 - IX. "**Business Day**" shall mean a day other than a public holiday on which the Branch of the Bank specified in this Agreement is open for business.
 - X. "**Commitment Charges**" shall mean non-refundable commitment charges at the rate as specified in the Schedule I hereof or at the rate prevailing from time to time (if liable to be paid) on the Facility during the Availability Period.
 - XI. "**Drawdown**" shall have the meaning ascribed to it in Section 3(a) of this Agreement.

- XII. **“Due Date”** shall mean the date(s) on which the Indebtedness or any part becomes due and payable in terms of this Agreement and/or the other Transaction Documents.
- XIII. **“Event of Default”** shall mean the occurrence of any one or more of the events as set out in Section 12 of this Agreement.
- XIV. **“Facility”** means the term loan facility sanctioned/agreed to be sanctioned by the Bank to the Borrower as specified in the Sanction Letter issued from time to time or any variations thereto by issue of letters in writing by the Bank and on the terms and conditions set out in this Agreement.
- XV. **“Indebtedness”** shall mean all amounts due under the Facility, including interest, commission, commitment charges, interest tax, prepayment charges, costs, expenses and all other amounts whatsoever payable/repayable by the Borrower to the Bank under this Agreement and/or in connection with the Facility.
- XVI. **“Irregularity”** shall mean and include non-compliance or breach of the terms and conditions of any authorisation and /or applicable law and / or this Agreement and / or the other Transaction Documents.
- XVII. **“Law”** shall mean and include all statutes, enactments, Acts of legislature, laws, ordinances, rules, bye-laws, regulations, notifications, guidelines, policies, directions, directives and orders of any Government, RBI, statutory authority, court, tribunal, board or recognized stock exchange.
- XXVIII. **“Margin”** shall have the meaning ascribed to it in Section 2(c) of this Agreement.
- XIX. **“Material Adverse Effect”** shall mean the consequence of any event or circumstance which in the sole opinion of the Bank is or is likely to be: (i) adverse to the ability of the Borrower or its Affiliates to perform or comply with its obligations under this Agreement and/or the other Transaction Documents; or (ii) prejudicial to the businesses, operations or financial condition, properties, Assets or prospects of the Borrower or its Affiliates.
- XX. **“Person”** shall unless specifically provided otherwise, mean to include an individual, statutory corporation, body corporate, partnership, joint venture, association of persons, Hindu Undivided Family (HUF), societies (including co-operative societies), trust, unincorporated organisation , government (central, state or otherwise), sovereign state, or any agency, department, authority or political subdivision thereof, international organisation , agency or authority (in each case, whether or not having separate legal personality) and shall include their respective successors and assigns and in case of an individual shall include his legal representatives, administrators, executors and heirs and in case of a trust shall include the trustee or the trustees for the time being.
- XXI. **“Penal Charges”** shall mean the penal charges as mentioned in Schedule I of the Sanction Letter.
- XXII. **“Potential Event of Default”** shall mean an event which with the giving of notice (if required under the terms of Transaction Documents) , lapse of time, determination of materiality, or fulfilment of any other applicable condition or any combination of the foregoing or otherwise, would constitute an Event of Default.
- XXIII. **“Prepayment Charges”** shall mean prepayment charges at the rate specified in the Schedule I hereof to be paid by the Borrower for prepayment of the Facility by the Borrower to the Bank.
- XXIV. **“Purpose”** shall mean the purpose as mentioned in the Schedule I hereof.
- XXV. **“RBI”** shall mean the Reserve Bank of India established under the Reserve Bank of India Act, 1934.
- XXVI. **“Red Flagged Account”** is one where suspicion of fraudulent activity is thrown up by the presence of one or more Early Warning Signals (EWS) indicators (as defined in relevant RBI circulars from time to time), alerting / triggering deeper investigation from potential fraud angle and initiating preventive measures by the banks.
- XXVII. **“Sanction Letter”** shall mean the sanction letter issued by the Bank to the Borrower in connection with the Facility and would include any variations and amendments thereto, from time to time by issue of letters in writing by the Bank.
- XXVIII. **“Schedules”** shall mean schedules attached to this Agreement.
- XXIX. **“Securities”** or **“Security”** shall mean a mortgage, hypothecation, charge, pledge, lien or other security interest securing any obligation of any Person or any other agreement or arrangement having a similar effect in favour of the Bank to secure the Facility.

- XXX. **“Security Cover”** shall mean the security cover that Borrower is required to maintain in relation to Facility and as mentioned in *Schedule I* hereof.
- XXXI. **“Transaction Documents”** include this Agreement, Schedule attached hereto, the Sanction Letter and all other agreements, instruments, undertakings, indentures, deeds, writings, guarantees, letters of comfort and other documents (whether financing, security or otherwise) executed or entered into, or to be executed or entered into, by the Borrower or as the case may be, any other Person, in relation, or pertaining, to the transactions contemplated by, or under this Agreement and/or the other Transaction Document, and each such Transaction Document as amended from time to time.
- b. In this Agreement, unless the contrary intention appears:
- i. A reference to:
- an agreement / document / undertaking / deed / instrument / indenture / writing includes all amendments made thereto from time to time as also all schedules, annexures and appendices thereto.
 - **“amendment”** includes a supplement, modification, novation, replacement or re-enactment and "amended" is to be construed accordingly.
 - **"authorisation"** includes an authorisation, consent, clearance, approval, permission, resolution, licence, exemption, filing and registration.
 - **“encumbrance”** includes a mortgage, charge, lien, pledge, hypothecation, any other security interest or any lien or any right of any description whatsoever.
 - **"repayment"** includes repaid, repayable, repay.
- ii. a reference to a clause, Section or a Schedule of this Agreement shall denote a reference to such clause, Section or Schedule as specified, of this Agreement.
- iii. the singular includes the plural (and vice versa).
- iv. the index to and the headings in this Agreement are inserted for convenience of reference only and are to be ignored in construing and interpreting this Agreement.
- v. reference to the words “include” or “including” shall be construed without limitation.
- vi. reference to a gender shall include references to the female, male and neuter genders.
- vii. all approvals, permissions, consents or acceptance required from the Bank for any matter shall require the “prior”, “written” approval, permission, consent or acceptance of the Bank.
- viii. the words ‘hereof’, ‘herein’, and ‘hereto’ and words of similar import when used with reference to a specific Section or clause in, or Schedule to, this Agreement shall refer to such Section or clause in, or Schedule to this Agreement, and when used otherwise than in connection with specific Sections, clauses or Schedule, shall refer to this Agreement as a whole.
- ix. a reference to a "month" is a reference to a period starting on one day in a calendar month and ending on the date immediately before the numerically corresponding day in the next calendar month, except that if there is no numerically corresponding day in the month in which that period ends, that period shall end on the last day in that calendar month.
- x. the word “drawals”, “draw” and “drawn” shall include disbursements / drawings from time to time.
- xi. the term “Schedule” includes Schedule as attached to this Agreement from time to time.

- xii. in the event of any disagreement or dispute between the Bank and the Borrower regarding the materiality or reasonableness of any matter including of any event, occurrence, circumstance, change, fact, information, document, authorisation, proceeding, act, omission, claims, breach, default or otherwise, the opinion of the Bank as to the materiality or reasonableness of any of the foregoing shall be final and binding on the Borrower.
- xiii. (a) all capitalised terms used but not specifically defined herein shall have the meaning ascribed to them under the Schedule; (b) all capitalised terms used but not specifically defined in a Schedule shall have the respective meanings ascribed to them in the main body of this Agreement.
- xiv. The Sanction Letter shall be construed as forming integral part of this Agreement. In case of inconsistency between any provision of this Agreement and the Sanction Letter, to the extent of such inconsistency provisions of the Sanction Letter shall prevail.
- xv. in case of any inconsistency between any provision of this Agreement and Schedule of this Agreement, to the extent of such inconsistency, provisions of the Schedule shall prevail.
- xvi. The terms 'Borrower' shall include, unless repugnant to the context or meaning thereof, in case being a "company" – their respective successors and permitted assigns; in case of a "partnership firm" or "limited liability partnership" – their respective partners for the time being in the firm and the survivor or survivors of them and their respective heirs, administrators, legal representatives and permitted assigns; and in case of a "proprietary concern" or an Individual – their respective heirs, administrators, legal representatives and permitted assigns of the proprietor/Individual.
- xvii. **Dues** shall mean the principal/interest/any charges levied on the loan account which are payable within the period stipulated as per the terms of sanction of the credit facility.
- xviii. **Overdue** shall mean the principal/interest/any charges levied on the loan account which are payable but have not been paid within the period stipulated as per the terms of sanction of the credit facility. In other words, any amount due to the bank under any credit facility is 'overdue' if it is not paid on the due date fixed by the bank.
- xix. **Non-Performing Asset (NPA)** - is a loan or an advance where interest and /or instalment of principal remains overdue for a period of more than 90 days in respect of a term loan.
- xx. **"First In First Out" (FIFO)** - The relevance of 'First in First Out'(FIFO) is in appropriation of payments into the borrower's account; The Principle of FIFO i.e., 'First In First Out accounting method is relevant to arrive at the No of days of overdue for determining the SMA/NPA status. The FIFO principle assumes that the oldest outstanding dues in the loan account needs to be cleared first. The FIFO method thus requires that what is due first must be paid by the borrower first.

For example: - If in any loan account as on 01.02.2021 there are no overdues and an amount of Rs. X is due for payment towards principal instalment/interest/charges any payment being credited on or after 01.02.2021 in the loan account will be used to pay off the dues outstanding on 01.02.2021. Assuming that nothing is paid/or there is partial payment (Rs Y) of dues during the month of February, the overdue as on 01.03.2021 will be Rs. X-Y.

Additionally, an amount of Rs Z becomes due as on 01.03.2021. Now any payment partial payment into the account on or after 01.03.2021 will be first utilized to pay off the partial due of 01.02,2021(Rs X- Rs Y). If there is more

recovery that the Rs. X- Rs. Y, then after recovering dues of 01.02.201, the remaining amount will be treated as recovery towards due of 01.03.2021.

xxi. **Age of Oldest Dues** – The age of oldest dues is reckoned in days from the date on which the oldest payment is due and continues to remain unpaid. In the aforesaid illustration, if the Dues relating to 1st February 2021 remain unpaid till 01.03.2021, the age of the oldest dues is reckoned as 29 days on 02.03.2021.

xxii. **Classification as Special Mention Account (SMA) and Non-Performing Asset (NPA)**

Lending institutions will recognize the incipient stress in loan accounts, immediately on Default, by classifying them as Special Mention Accounts (SMA) The basis of classification of SMA /NPA Category shall be as follows:

Loans other than revolving facilities		Loans in the nature of revolving facilities like cash credit/overdraft	
SMA Subcategories	Basis for classification – Principal or interest payment or any other amount wholly or partly overdue	SMA Sub-categories	Basis for classification – Outstanding balance remains continuously in excess of the sanctioned limit or drawing power, whichever is lower, for a period of:
SMA-0		Up to 30 days	
SMA-1	More than 30 days and up to 60 days	SMA-1	More than 30 days and up to 60 days
SMA-2	More than 60 days and up to 90 days	SMA-2	More than 60 days and up to 90 days

xxiii. **Out of Order** – An account shall be treated as “out of order’ if:

- the outstanding balance in the CC/OD account remains continuously in excess of the sanctioned limit /drawing power for 90 days or
- the outstanding balance in the CC/OD account is less than the sanctioned limit/drawing power but there are no credits continuously for 90 days or the outstanding balance in the CC/OD account is less than the sanctioned limit/drawing power but credits are not enough to cover the interest debited during the previous 90 days period.

Illustrative movement of an account to SMA category to NPA category based on delay/non-payment of dues and subsequent upgradation to Standard category at day end process:

Due date of payment	Payment Date	Payment covers	Age of oldest dues in days	SMA / NPA Categorisation	SMA since Date /SMA class date	Categorization	NPA Date
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LD/BB_TLA Physical/June 2024/v3

01 .01.2022	01 .01.2022	Entire dues up to 01 .01 .2022		NIL			
01 .02.2022	01 .02.2022	Partly paid dues of 01 .02.2022	1	SMA-O	01 .02.2022		
01.02.2022	02.02.2022	Partly paid dues of 01 .02.2022	2	SMA-O	01 .02.2022		NA
01 .03.2022		Dues of 01.02.2022 not fully paid. 01.03.2022 is also due at EOD. 01 .03.2022	29	SMA-O	01 .02.2022		
		Dues of 01.02.2022 fully paid, Due for 01.03.2022 not paid at EOD. 01.03.2022	1	SMA-O	01 .032022		
		No payment of full dues of 01.02.2022 and 01.03.2022 at EOD 03.03.2022	31	SMA- 1	01 .02.2022 03.03.2022		

		Dues of 01.02.2022 fully paid, Due for 01.03.2022 not fully paid at EOD 1.03.2022	1	SMA-O	01 .03.2022		
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01 .04.2022		No payment of dues of 01 .02.2022 ,01 .03.2022 and amount due on 01.4.2022 at EOD 01 .04.2022	60	SMA 1	01 .02.2022 03.03.2022		
		No payment of dues of 01.02.2022 till 01.04.22 at EOD 02.04.2022	61	SMA 2	01 .02.2022 /02.04.2022 2		
01 .05.2022		No payment of dues of 01 .02.2022 till 01.05.22 at EOD 01 .05.2022	90	SMA 2	01 .02.2022 /02.04.2022 2		
		No payment of dues of 01.02.2022 till 01.05.2022 at EOD 02.05.2022	91	NPA		NPA	02.05.2 022
01.06.2022	01.06.2022	Fully Paid dues of 01.02.2022 at EOD 01 .06.2022	93	NPA	NA		02.05.2 022
01.07.2022	07.2022	Paid entire dues of 01 .03.2022 & 01.04.2022 at EOD	62	NPA	NA	NPA	02.05.2 022
		01 .07.2022					
01 .08.2022	01 .08.2022	Paid entire dues of 01 .05.2022 & 01.06.2022 at EOD 01 .08.2022	32			NPA	02.05.2 022

01 .09.2022	01 .09.2022	Paid entire dues of 01 .07.2022 & 01.08.2022 at EOD 01 .09.2022	1				02.05.2022
01.10.2022	01 ,10.2022	Paid entire dues of 01.09.2022 & 01 .10.2022	0	Standard Account with No Overdues			STD from 01 .10,2022

Note- Examples are illustrative and not exhaustive in nature covering common scenarios and that the IRACP norms and clarifications provided by RBI on the subject will prevail.

xxiv. **Amortization Schedule/Repayment Schedule; -**

The Amortization Schedule shall be provided separately after the disbursement of loan and shall consist of details pertaining to exact due dates for repayment of loan, breakup between principal and interest, in case of loan facilities with moratorium on payment of principal and or interest, the exact date of commencement of repayment etc., shall also be specified in the said amortization schedule.

2. AMOUNT AND TERMS OF FACILITY

- (a) Subject to the terms and conditions mentioned in this Agreement and Schedule of this Agreement and the Transaction Documents, the Bank may at its sole and absolute discretion lend/grant/extend to the Borrower the Facility as specified in **Schedule I** hereof in the manner contained in this Agreement. All outstanding amounts of interest, commission, discount, exchange, service charges and other costs, charges and monies in respect of the Facility, whether debited to the Account or not, shall also be included in determining the limits available for draw down under the Facility. The Bank shall at its sole discretion disburse the Facility or any part thereof from the branch of the Bank and would be entitled to change the said branch to any other branch of the Bank from time to time.
- (b) The Borrower shall, if required, open an Account with the Bank.
- (c) The Borrower shall at all times maintain the Margin as specified in the **Schedule I** hereof. The Bank shall be entitled to, at its sole discretion, vary the **Margin(s)** both upwards and downwards and the Borrower shall be bound by such a variation.

3. DRAWDOWN

- (a) Subject to compliance with the terms and conditions of this Agreement, and Schedule, the Facility may be drawn by the Borrower during the Availability Period in one or more tranches ("**Drawdown**").
- (b) Unless the Bank otherwise agrees, the right of the Borrower to make drawals from the Facility shall cease on the expiry of the Availability Period.
- (c) The aforesaid drawals shall be utilised by the Borrower exclusively for the Purpose.

- (d) In the event any monies are remaining due and payable by the Borrower to the Bank, whether under this Agreement and/or the other Transaction Documents or otherwise, the Bank may, at its sole discretion, reduce the availability of the amounts under the Facility.

4. INTEREST/PENAL CHARGES / OTHER CHARGES ETC.

- (a) The Borrower shall be liable to pay to the Bank interest on the amounts due under the Facility at Applicable Rate of Interest or as may be intimated by the Bank in writing from time to time. The interest shall be paid by the Borrower at such intervals as may be specified in the *Schedule 1* hereof.
- (b) The interest rate is subject to variation in consonance with RBI directions, statutory and regulatory requirements, conditions of money market, availability of loanable funds, internal policy of the Bank, etc.
- (c) The Borrower irrevocably undertakes and agrees with the Bank, that the Bank in its sole discretion shall have a right to revise the Applicable Rate of Interest as the Bank may deem fit and appropriate, in case of any increase / variation in the un-hedged foreign currency exposure of the Borrower.
- (d) Interest on the outstanding amounts under the Facility / other charges when debited to the relevant Account by the Bank, shall be calculated on the daily debit balance of such account.
- (e) The Borrower shall be liable to pay the Bank non-refundable Processing Fee, Documentation Charges, Commitment Charges, Cancellation Charges, Prepayment Charges and other fee/charges as more particularly mentioned in *Schedule 1* hereto.
- (f) The Borrower shall bear all tax, all other imposts, duties (including stamp duty and relevant registration and filing charges in connection with this Agreement and / or the other Transaction Documents) and taxes (of any description whatsoever) as may be levied from time to time by the Government or other authority in respect of or in connection with the Facility, this Agreement and / or the other Transaction Documents. The Borrower shall also pay all costs, charges, fees, expenses in any way incurred by the Bank, and such stamp duty, sales tax, other duties, taxes, charges and penalties if and when the Borrower is required to pay in accordance with the Laws for the time being in force. In the event of the Borrower failing to pay the monies referred to above, the Bank shall be at liberty (but shall not be obliged) to pay the same. The Borrower shall reimburse all sums paid by the Bank in accordance with the provisions contained herein. In the event the Bank has paid monies referred to above, the Bank may debit the sum to any account of the Borrower or charge the same to the Facility.
- (g) All payments by the Borrower under this Agreement and/or the other Transaction Documents shall be made free and clear of and without any deduction of tax or levy, except to the extent that the Borrower is required by Law to make payment subject to any tax deduction at source under the applicable Law. Provided that, all taxes required by Law to be deducted by the Borrower from any amounts paid or payable under this Agreement and/or the other Transaction Documents including but not limited to interest, commission, discount, service and other charges, any fees, shall be paid by the Borrower; and the Borrower shall, within the statutory time frame prescribed under the Law or 7 days of the payment being made, whichever is later, deliver to the Bank satisfactory evidence in accordance with the prevailing tax laws as may be amended from time to time, that the tax has been deducted at source and duly remitted to the appropriate authority.

- (h) The Borrower acknowledges and agrees that the rates of interest payable by it under the provisions of this Agreement are reasonable and that they represent genuine pre-estimates of the loss expected to be incurred by the Bank in the event of non-payment of any monies by the Borrower.
- (i) Borrower is aware that penal charges mean the charges which the Bank shall impose upon the borrower for non-compliance of loan terms and conditions by the borrower. Said charges shall be over and above the applicable charges and interest rates as specified in the Schedule of Charges/Key Fact Statement/Sanction Letter and the same may be amended from time to time by the Bank. It is further specified that penal charges as set out in the schedule are without prejudice to the Bank's right to recall the entire loan or to initiate any recovery action.

5. COMPUTATION OF INTEREST, COMMISSION AND PENAL CHARGES

- (a) Interest, commission and all other charges shall accrue from day to day and shall be computed on the basis of 365 days a year and the actual number of days elapsed.
- (b) The interest and other charges shall be calculated in terms of the Bank's standard practice in force from time to time.
- (c) The interest on Borrower's Indebtedness shall be computed on the daily outstanding balance under the Facility at the rates specified unless specified otherwise, on a monthly basis (and in case of closure of the Facility account on the day of such closure) and payable by the Borrower.
- (d) Penal charges will be computed from the date of occurrence of such event or condition till date of receipt of payment by the Bank of such amounts in default.
- (e) The unpaid interest amounts, if any, shall be compounded with Borrower's Indebtedness as per the Bank's standard practice in force from time to time.
- (f) Borrower shall be liable to pay the Interest on outstanding loan balance for the duration it remains outstanding. Further, such Interest calculation shall commence from the actual date of disbursement of the said loan. In the event of disbursement through cheque, Interest shall be calculated from the date of handover of the cheque.

6. REPAYMENT

- (a) Unless otherwise agreed between the Parties, the Borrower shall repay the Facility on the Due Date(s), as specified in Schedule I the Bank.
- (b) If the Due Date in respect of any amounts payable under the Facility falls on a day which is not a Business Day at the place where the payment is to be made, the immediately preceding Business Day shall be the Due Date for such payment.
- (c) The Borrower shall reimburse all sums paid and/or expenses incurred by the Bank (including by or on behalf of their representatives / consultants / appraiser) in relation to the Facility immediately. All such sums shall carry interest from the date of payment till such reimbursement at the Applicable Rate of Interest and the Borrower hereby authorizes the Bank to debit any of its account for the aforesaid charged together with interest.

- (d) The Borrower agrees, declares and confirms that, notwithstanding any of the provisions of the Indian Contract Act, 1872 or any other Law, or any terms and conditions to the contrary contained herein, the Bank may, at its absolute discretion, appropriate any payments made by the Borrower under this Terms and Conditions or otherwise, towards the dues payable by the Borrower to the Bank under this Terms and Conditions and/or other agreements entered into between the Borrower and the Bank and in any manner whatsoever.
- (e) Unless otherwise stipulated in **Schedule I** hereof, all monies payable by the Borrower to the Bank shall be paid into the relevant Account through which the Borrower was allowed the operation of the Facility or to such other account(s) as the Bank may notify to the Borrower or by cash, telegraphic transfer, RTGS (Real Time Gross Settlement), NEFT (National Electronic Fund Transfer) or by cheque/bank draft drawn in favour of the Bank on a scheduled bank and shall be so paid as to enable the Bank to realize, at par, the amount on or before the respective Due Date. Credit for all payments by cheque/bank draft will be given only on realization or on the relative Due Date, whichever is later.
- (f) Unless otherwise agreed and specified in the **Schedule I** hereof, the Borrower shall not, without the approval of the Bank (which approval may be given subject to such terms and conditions as may be stipulated by the Bank including payment of premium and/or any other charges, plus applicable interest tax or other statutory levy), prepay the outstanding principal amounts of the Facility in full or in part, before the Due Dates.
- (g) Borrower agrees that if he/ she avails any loan from the Bank then the PDC/SI/ ECS/NACH mandates issued under the said loan shall continue and remain in force till such time all other dues under the Loan Agreement and in respect of all other loan/facility obtained/to be obtained by the Borrower from the Bank/group companies are fully discharged and the Bank and/or its affiliates issue a certificate of discharge. The PDC/SI/ECS/NACH mandate issued under any Loan Agreement and the liability of the Borrower shall not be affected impaired or discharged. The Borrower covenants that the PDC/SI/ECS/NACH provided by the Borrower shall remain valid for the balance due to the Bank, or any other financial benefits obtained by the Borrower from any of the affiliates of the Bank.

7. SECURITY

- (a) The Borrower shall furnish the Security as more particularly detailed in the Sanction Letter and in such form and manner to the satisfaction of the Bank for securing the repayment of the Facility together with interest, costs, penal charges and expenses and all other monies whatsoever due and payable by the Borrower to the Bank under this Agreement.
- (b) The Borrower will, from time to time at the request of the Bank do all such acts and/or execute all such documents as the Bank may consider necessary for creating and perfecting the Security in favour of the Bank.
- (c) Without prejudice to the provisions contained hereinabove, the Borrower agrees and undertakes to create / cause to create in favour of the Bank such additional security as the Bank may require, from time to time, in the event of:
 - (i) the market value of the security furnished to the Bank by the Borrower falling below the Security Cover; and/or

- (ii) the destruction, depreciation or fall in value of any security available to or the title of any security available to the Bank being unclear, unmarketable or encumbered in the opinion of the Bank; and/or
 - (iii) deterioration of credit worthiness of the Borrower/ guarantor(s)/ security providers in the sole opinion of the Bank.
- (d) The Bank shall be entitled to and shall at its sole and absolute discretion change the Security Cover applicable to the Security and the Borrower shall be bound by it notwithstanding any Security Cover earlier agreed to by the Bank.

8. REPRESENTATIONS AND WARRANTIES

- (a) The Borrower hereby represents, warrants, assures and confirms, as applicable to it, that:
- (i) the Borrower is validly existing under the laws of India and is in compliance with all Laws affecting its business and operations.
 - (ii) the Borrower has the power and authority to execute, deliver and perform the terms and provisions of this Agreement/Transaction Documents and has taken all the necessary action required to authorize the execution, delivery and performance of this Agreement/Transaction Documents and upon execution, this Agreement/Transaction Documents will constitute legal, valid and binding obligations of the Borrower enforceable in accordance with their respective terms.
 - (iii) all accounts and financial statements furnished by the Borrower to the Bank have been prepared in accordance with accounting standards and practices in force in India consistently applied during the respective periods (except as stated in the published financial statements) and present true and fair financial position of the Borrower.
 - (iv) the entry, delivery and performance of this Agreement do not conflict with any Law, the Borrower's constitutional documents, any other documents which are binding upon the Borrower or any of its Assets.
 - (v) none of the Borrower and its subsidiaries, Affiliates, promoters, directors, partners, proprietor, karta (including other HUF members) and trustee (as applicable) are in default or been included in any list of defaulters or have committed breach of any agreement with any person who has provided loans or deposits or advances or guarantees or other financial facilities to the Borrower or any regulatory or statutory authority.
 - (vi) there are no legal, quasi-legal, administrative, arbitration, mediation, conciliation or other proceedings, claims, actions or governmental investigations of any nature pending against the Borrower and/or its promoters, directors, partners, proprietor, trustees, and karta (including other HUF members) (as applicable) in management of the Borrower or any of its Assets which individually or in the aggregate would, if adversely determined, have a Material Adverse Effect; The Borrower is not subject to any order, judgement or decree of any court, tribunal, board, bench or any governmental authority which relates in any manner to this Agreement or the transactions contemplated hereby or thereby or which has or may have a Material Adverse Effect.

- (vii) there are no claims presently existing or anticipated including but not limited to claims arising out of provident fund or labour dues, income/corporate or other taxes, duties, levies or cesses, royalties, license fees, lease rentals, interest, costs, penal levies, damages, claims, penalties etc. (whether present, future or contingent) which have not been expressly disclosed.
- (viii) the following events have not occurred, and no notice has been served with respect to:
 - (A) an application to a court for an order that the Borrower be wound up, that a liquidator, receiver or custodian be appointed for the Borrower or any of its Assets or that the Borrower be placed in bankruptcy; and
 - (B) the passing of a resolution for the winding up of the Borrower or any proposal or apprehension for passing such resolution, a scheme of arrangement, amalgamation or reconstruction or dissolution or reconstitution of the Borrower, or arrangement or composition with, or assignment for the benefit of, all or a class of creditors, or the taking of any action to seize, attach, take possession of or appoint a custodian, receiver, liquidator or manager in respect of the Borrower or any Asset of the Borrower.
- (ix) all taxes due and payable by the Borrower have been paid, and all tax returns and reports required to be filed by the Borrower have been timely and correctly filed. There are no claims now pending or matters under dispute with any tax authority in respect of any taxes, save and except such matters and claims disclosed to the Bank in writing.
- (x) the information furnished by the Borrower to the Bank in connection with or for obtaining the Facility is true, complete and correct and not misleading in any material respect.
- (xi) all consents and waivers of the shareholders (if the Borrower is a company) of the Borrower, statutory authorities and other third parties that are required in connection with the execution and delivery of this Agreement and the consummation of the transaction contemplated hereby (including, without limitation, any consents required from the banks of the Borrower) has been/shall be duly obtained and effective.
- (xii) the Borrower, its business and the purposes for which the Facility is to be utilised are in compliance with and are not in default or violation in respect of any Laws.
- (xiii) neither the Borrower, nor any Person acting on its behalf, has been engaged in (i) corrupt practices, fraudulent practices, collusive practices or coercive practices in connection with the Borrower's business and operations, (ii) money laundering or acted in breach of any applicable laws relating to money laundering; or (iii) the financing of terrorism.
- (xiv) the Borrower has not committed any breach under any agreement entered into with any person for availing any finance facility.
- (xv) all Security created/ to be created by the Borrower or arranged by the Borrower are free from encumbrance except, such charge, lien or encumbrance as intimated in writing to the Bank.

- (xvi) The security documents create / will create in favour of the Bank, the Security which it is expressed to create with ranking and priority it is expressed to have.
- (xvii) the Facility is not being availed for any activities relating to producing or consuming Ozone Depleting Substances, in terms of Montreal Protocol to which Government of India is a part
- (xviii) except to the extent disclosed to the Bank : (i) all the Borrower's contracts or agreements with, or any commitments to, any Affiliates or group companies (if applicable) are on arms' length basis; (ii) (a)where the Borrower is an individual, he/she is not a director or specified near relation of a director of a banking company; (b)where the Borrower is a partnership firm/HUF, none of the partners or members of the HUF is a director or specified near relation of a director of a banking company; and (c)where the Borrower is a joint stock company, none of its directors, is a director or specified near relation of a director of a banking company; (iii)(a)where the Borrower is an individual, that he/she is not a specified near relation to any senior officer of the Bank, (b)where the Borrower is a partnership firm/ HUF, none of the partners or members of the HUF, is a specified near relation of any senior officer of the Bank, and (c)where the Borrower is a joint stock company, none of its directors, is a specified near relation of any senior officer of the Bank.
- (xix) That the Borrower or its partners/directors/trustee/karta/proprietor are not facing any litigation which have been initiated by another financier including banks.
- (xx) That no facts, circumstances or events, materially detrimental to the borrowing, the ability of the Borrower to meet its obligations hereunder and/or in respect of the Facility, and/or the financial condition of the Borrower, and/or the ability of the Bank to exercise its rights hereunder and/or under the documents creating the Security and/or to receive due repayment and payment of the amounts due by the Borrower under the Facility, has occurred or, in the estimation of the Borrower, is likely to occur.
- (xxi) that neither the Borrower nor any other person benefiting in any capacity in connection with or from this Agreement and/or any instruments and/or payments thereunder is a Specially Designated National (SDN) and/or otherwise sanctioned, under the sanctions promulgated/issued by the United States (including its Office of Foreign Assets Control's (OFAC)), India (by RBI or any other regulatory authority), United Nations, European Union, the jurisdiction of the Facility Office and/or any other country from time to time(collectively, the "**Sanctions**"). This representation will continue to remain valid till the repayment of all amounts under this Agreement and conclusion of the underlying transaction pursuant to the Transaction Documents.
 - (b) All representations and warranties of the Borrower contained herein shall survive the execution, delivery and/or termination of this Agreement and until the Indebtedness has been repaid in full.
 - (c) The Borrower will be deemed to have renewed each of these representations and warranties every time it avails of Facility under this Agreement.

9. CONDITIONS PRECEDENT TO DISBURSEMENT

The Bank shall not be obliged to disburse the Facility unless and until, the Borrower shall have complied with the following conditions precedent unless expressly waived by the Bank:

- (a) The Borrower shall have complied with disbursement conditions stipulated in the Sanction Letter.
- (b) The Borrower shall have satisfied the Bank that no Event of Default and no Potential Event of Default have occurred and is continuing under any document/ agreement entered between the Borrower and the Bank for availing the Facility.
- (c) The Borrower shall have satisfied the Bank that no event has happened which, in the opinion of the Bank, would result in a Material Adverse Effect.

All the Transaction Documents as applicable shall have been executed and have become fully effective in accordance with their respective terms.

10. COVENANTS AND UNDERTAKINGS OF THE BORROWER

The Borrower undertakes and covenants with the Bank, as far as applicable to it, as under:

(a) **Positive Covenants**

The Borrower covenants and undertakes that, so long as the Facility or any part thereof is outstanding, and until the full and final payment of all money owing hereunder, it will, unless the Bank waives compliance in writing:

- (i) Utilise the Facility only for the Purpose stated by it to the Bank as set forth in this Agreement, and for no other purposes whatsoever.
- (ii) Repay the Facility and interest thereon and all monies owing to the Bank hereunder, according to the terms hereof.
- (iii) Conduct business in compliance with all applicable laws, regulations, authorizations, licenses and consents.
- (iv) Notify the Bank of the occurrence of any event or the existence of any circumstances which constitutes or results in any declarations, representations, warranty, covenants or condition under this Agreement and/or the other Transaction Documents being or becoming untrue or incorrect in any respect.
- (v) Promptly inform the Bank of any litigation, arbitration or other proceedings, which have a Material Adverse Effect, within a period of two Business Days upon the same being instituted or threatened by any person whatsoever.
- (vi) Maintain insurances on and in relation to its business and Assets with an insurance company(ies) against such risks and to such extent as is usual and appropriately prudent for companies carrying on the business such as that carried on by the Borrower.
- (vii) Deliver to the Bank: (a) copies of all documents issued by the Borrower to all its creditors (or any general class of them) at the same time as they are issued; (b) such statements /

information / accounts / records / reports / documents, financial or otherwise or as may be required by the Bank from time to time in relation to the Facility, the Borrower's business and operations, Assets etc. within the period specified by the Bank (c) a certificate from the auditor of the Borrower or independent chartered accountant that the proceeds of the Facility(ies) has been utilized for the Purpose as and when demanded by the Bank.

- (viii) Deliver to the Bank in form and detail satisfactory to the Bank and in such number of copies as the Bank may request:
 - (A) unaudited semi-annual profit and loss statements and balance sheets, within ninety days, or such other period as reasonably required by the Bank, of the close of each semi-annual period;
 - (B) independently audited annual accounts within six months, or such other period as reasonably required by the Bank, of the close of each financial year; and
 - (C) such other statement or statements or information pertaining to the operations of the Borrower as the Bank may reasonably require, within such period as required by the Bank.
- (ix) Perform, on request of the Bank and at the expense of the Borrower, such acts as may be necessary to carry out the intent of this Agreement including but not limited to executing and delivering such further agreements, undertaking, declarations, assurances and writings; or providing additional Security as the Bank may from time to time require in relation to the Facility.
- (x) Promptly inform the Bank of any distress or other process of court being taken against any of the Borrower's premises and/or property and/or Assets.
- (xi) Notify the Bank of any material loss or damage which the Borrower may suffer due to any event, circumstance or act of God. Further, the Borrower agrees to intimate the Bank from time to time, details of insurance claims lodged/ filed and received by the Borrower.
- (xii) Get itself rated by Credit Rating Agency/ies, as approved by the Bank, within a period of three months from the date of acceptance of Sanction Letter and to get such rating done annually or at such intervals as may be decided and intimated by the Bank to the Borrower, from time to time. In the event the Borrower's (and/or any security provider's) credit worthiness deteriorates, in the sole opinion of the Banks, and/or when the rating of the Borrower (and/or security provider) has been downgraded by the Credit Rating Agency in its report then at its discretion, in addition to the other rights available, the Bank shall be entitled to unconditionally cancel the Facility without any notice to the Borrower and upon such cancellation, the outstanding Facility/Loan shall immediately become due and payable irrespective of any agreed maturity and the Bank shall be entitled to enforce its Security.
- (xiii) The Borrower shall file all relevant tax returns and pay all its taxes/duties promptly when due.

- (xiv) The Borrower shall comply with such other conditions as may be stipulated by the Bank from time to time on account of requirement of any applicable law.
- (xv) The Borrower shall submit to the Bank, the information etc. as envisaged under RBI circular No. DBOD.No.BP.BC.94 /08.12.001/2008-09 dated 8th December 2008 as amended from time to time.
- (xvi) The Borrower shall ensure all Assets that are material to the conduct of its business as presently conducted or as proposed to be conducted are in good operating condition and repair, subject to ordinary wear and tear. The Borrower's inventory is in good and marketable condition, does not and will not include any material quantity of items which are obsolete or damaged and is saleable in the normal course of the Borrower's business as currently conducted.
- (xvii) The Borrower shall not, hereafter, lease, rent or sell or exchange or create encumbrance of any kind upon or over its Assets (including uncalled share capital or any part thereof) without the prior written consent of the Bank nor suffer any such encumbrance to affect the same or any part thereof nor do or allow anything to be done that may prejudice the Security created in favour of the Bank.
- (xviii) The Borrower shall ensure that the transactions entered into pursuant to the Transaction Documents do not violate any Sanctions, directly or through persons or entities subject to any Sanctions, which may pertain inter alia, to the purpose and/or end use of the Facility, goods manufactured in or originated from/through certain countries, shipment from/to/using certain countries, ports, vessels, liners and/or due to involvement of certain persons and entities.
- (xix) The Borrower shall upon demand pay to or reimburse the Bank in full:
 - (A) The legal costs of the preparation of Transaction Document, creation of Security etc;
 - (B) All costs, expenses and fees relating to the periodic valuation, title search, ROC filing, site visit, inspection, insurance and protection/preservation in any other manner of the Security tendered to the Bank; and
 - (C) All costs (including legal fees) incurred by the Bank in preserving perfecting or enforcing any of its rights under or in respect of Transaction Documents, or any present or future security and other documents.

(b) Financial Covenants

The Borrower covenants and undertakes that, so long as the Facility or any part thereof are outstanding, and until full and final payment of all moneys owing hereunder, the Borrower shall ensure that financial covenants as mentioned in *Schedule I* hereto or as stipulated by the Bank from time to time shall be complied with.

(c) Negative Covenants

The Borrower covenants and undertakes that, so long as the Facility or any part thereof are outstanding, and until full and final payment of all moneys owing hereunder, the Borrower shall not, without the prior written consent of the Bank having been obtained:

- (i) Amend or modify its constitutional documents, if any.
- (ii) Contract, create, incur, assume or suffer to exist any indebtedness (*whether incurred as principal or as surety, whether present or future, actual or contingent*) or avail of any credit facilities or accommodation from any bank(s) or financial institution(s) or any person, firm or company in any manner (other than the bank(s) at present providing working capital facilities to the Borrower and as disclosed to the Bank), except as otherwise permitted under this Agreement.
- (iii) Undertake or permit any merger, de-merger, consolidation, reorganization, dissolution or reconstitution, scheme of arrangement or compromise with its creditors or shareholders or effect any scheme of amalgamation or reconstruction or dissolution or reconstitution including creation of any subsidiary or permit any company to become its subsidiary.
- (iv) Not to change the composition of the partners in case the Borrower's is a partnership firm.
- (v) Create or permit to subsist any encumbrance or any type of preferential arrangement (including retention arrangements or escrow arrangements having the effect of granting security), in any form whatsoever on any of its Assets which constitute Securities, or (whether voluntarily or involuntarily) sell, transfer, grant lease or otherwise dispose of or deal with (or agree to do any of the foregoing at any future time), any of the Assets which constitute Securities for the Facility.
- (vi) Declare or pay any dividend or authorize or make any distribution to its shareholders / members / partners or permit withdrawal of amounts brought in: (a) unless it has paid all the dues in respect of the Facility up to the date on which the dividend is proposed to be declared or paid / such distribution is to be made, or has made provisions therefore satisfactory to the Bank, or (b) if an Event of Default has occurred and is subsisting or would occur as a result of such declaration or payment of dividend or authorization or making of distribution.
- (vii) Prepay any indebtedness incurred by the Borrower.
- (viii) Pay any commission to its promoters, directors, managers, partners or other persons for furnishing guarantees, counter guarantees or indemnities or for undertaking any other liability in connection with any incurred by the Borrower or in connection with any other obligation undertaken for or by the Borrower.
- (ix) Undertake any new project, diversification, modernization, which are material in nature, or substantial expansion of any of its projects.
- (x) Make any investments whether by way of deposits, loans, or investments in share capital or otherwise, in any concern or provide any credit or give any guarantee, indemnity or

similar assurance. This provision shall not apply to loans and advances granted in the ordinary course of business.

- (xi) Change the accounting method or policies currently followed by the Borrower unless expressly required by Law.
- (xii) Engage in any business or activities other than those which the Borrower is currently engaged in, either alone or in partnership or joint venture with any other person, nor acquire any ownership interest in any other entity or person or enter into any profit-sharing or royalty agreement or other similar arrangement whereby the Borrower's income or profits are, or might be, shared with any other entity or person, or enter into any management contract or similar arrangement whereby its business or operations are managed by any other person.
- (xiii) In the event the Borrower is a body corporate excluding co-operative society, recognize or register any transfer of shares in the Borrower's capital made or to be made by the promoters and their associates except as may be permitted by the Bank.
- (xiv) In the event the Borrower is a body corporate excluding co-operative society, (i) buy back, cancel, retire, reduce, redeem, re-purchase, purchase or otherwise acquire any of its share capital now or hereafter outstanding, or set aside any funds for the foregoing purposes, or (ii) except as otherwise provided in this Agreement, issue any further share capital whether on a preferential basis or otherwise or change its capital structure in any manner whatsoever (iii) delist its shares.
- (xv) The Borrower shall not file any application for seeking immunity under any Law without obtaining prior written consent of the Bank.
- (xvi) The Borrower shall not induct on its board or analogous body a person, who has been identified as "Willful Defaulter" as per definition given as per RBI directions/guidelines as director on the board of Borrower. If any director who is willful defaulter as per definition above referred is on the board of the Borrower or analogous body or becomes so while being director on the board of the Borrower or analogous body, the Borrower undertakes to get him removed from the board of the Borrower.
- (xvii) The Borrower is aware that, in case any of his director/partner/member/trustee/ person being in charge of the management has been declared a wilful defaulter; then the Bank shall not renew/ enhance/ provide fresh credit facilities or restructure existing facilities.
- (xviii) Grant any loans, extend any credit to or for benefit of a person other than itself or assume, guarantee, endorse or in any manner become directly or contingently liable for or in connection with the obligation of any person other than itself.

11. RECORDS AND INSPECTION

The Borrower shall keep and maintain in accordance with good business practice and applicable Laws, all statutory books, books of accounts, bank statements / pass books and other records of the Borrower and in particular, maintain records showing the operations and financial conditions of the Borrower and at all

times, such records shall be open for inspection by the Bank and /or their authorised representatives and the Borrower shall if so required by the Bank, furnish to the Bank at such intervals as the Bank may request a schedule or copy of all the entries which shall have been made in the said registers. The registers shall clearly indicate which of the Assets have been hypothecated / mortgaged / pledged or otherwise charged to the Bank or to any other person/entity.

12. EVENTS OF DEFAULT AND CONSEQUENCES THEREOF

- (a) The occurrence of any one or more of the following events, as far as applicable to the Borrower, shall constitute an Event of Default under this Agreement:
- (i) The Borrower fails to pay/repay any monies in respect of the Facility on the Due Date, whether at stated maturity, by acceleration or otherwise.
 - (ii) The Borrower fails to create and/or perfect Security within such period as contemplated under this Agreement and/or other Transaction Documents or such other period as may be allowed by the Bank at its sole discretion.
 - (iii) Any statement, representation, warranty or confirmation made herein or Borrower's proposal / application or Transaction Documents or otherwise on the part of the Borrower/third party is found to be untrue or incorrect or subsequently becomes untrue or incorrect.
 - (iv) There is a breach or default by the Borrower/third party, if applicable, of any covenant or other obligations herein or the Sanction Letter or Transaction Documents or under any security or other documents executed by the Borrower/third party, if applicable, with the Bank.
 - (v) The Security tendered to the Bank, or the charges created thereon in Bank's favour shall become wholly or partially invalid or unenforceable for any reason or are prejudiced for any reason.
 - (vi) The Borrower shall for any reason cease or be unable to carry on business or appointment of a receiver/liquidator of the Borrower's Assets or the Borrower fails to maintain the financial covenants as stipulated.
 - (vii) Any other event/material change which prejudicially alters the Bank's interest or may have Material Adverse Effect including but not limited to nationalization/expropriation and/or compulsory acquisition by the authority of Government.
 - (viii) The Facility is utilised for any purpose other than the Purpose enumerated in this Agreement or the Sanction Letter.
 - (ix) The Borrower ceasing, or threatening to cease, to carry on business.
 - (x) The Borrower is in breach of any agreement with any person who has provided loans, deposits, advances, guarantees or other financial facilities to the Borrower.

- (xi) The Borrower has, or there is a reasonable apprehension that the Borrower has, voluntarily or involuntarily become the subject of proceedings under any bankruptcy or insolvency law, or is voluntarily or involuntarily dissolved, becomes bankrupt or insolvent or if the Borrower has taken or suffered to be taken any action for its reorganization, liquidation or dissolution or insolvency or bankruptcy or if a receiver or liquidator has been appointed or allowed to be appointed of all or any part of the Assets of the Borrower or if an attachment or distress or restraint has been levied on the Borrower's Assets or any part thereof or certificate proceedings have been taken or commenced for recovery of any dues from the Borrower or if one or more judgments or decrees have been rendered or entered against the Borrower and such judgments or decrees are not vacated, discharged or stayed for a period of 30 days, and such judgments or decrees involve in the aggregate, a liability which could have a Material Adverse Effect.
 - (xii) Any legal, quasi-legal, administrative, arbitration, mediation, conciliation or other proceedings, claims, actions or governmental investigations of any nature pending against the Borrower and/or its promoters, directors, partners, proprietor, trustees, and karta (including other HUF members) (as applicable) in management of the Borrower or any of its Assets which individually or in the aggregate would, if adversely determined, have a Material Adverse Effect.
 - (xiii) The Borrower is unable or has admitted in writing its inability to pay any of its Indebtedness as they mature or when due.
 - (xiv) Any consent, authorization, approval or the like, or license of or registration with or declaration to Government or statutory or regulatory authority made by the Borrower for entering into this Agreement and/or other Transaction Documents is revoked or terminated and is not in full force and effect.
 - (xv) On the question whether any of the above events/circumstances has occurred/ happened, the decision of the Bank shall be final, conclusive and binding on the Borrower.
 - (xvi) The Borrower (if an individual) or any of the partners of the Borrower (if a firm) being adjudicated insolvent or taking advantage of any law for the relief of insolvent debtors.
 - (xvii) The death, lunacy or other disability of the Borrower and/or the third party security provider in case of the Borrower being an individual or death, lunacy or other disability of any of the partners and/or the third party security provider in case of the Borrower being a partnership firm.
- (b) Upon occurrence of an Event of Default, the Bank shall be entitled to declare the Facility to be immediately due and payable and upon such declaration, the same shall become immediately due and payable and the Borrower shall immediately pay the Indebtedness to the Bank without any demur, protest or delay. Without prejudice to the foregoing right of the Bank, the Bank may by written notice to the Borrower do any one or more of the following:
- (i) declare that the obligations of the Bank to make any further advances (if the disbursement is in more than one instalment or if the disbursement has not yet been made) shall be cancelled, whereupon the same shall be cancelled; and/or

- (ii) Enforce the Security provided by the Borrower and /or any other security provider; and / or

exercise any or all rights and recourses conferred under or pursuant to this Agreement and any attachments hereto; and/or exercise all other remedies as available under the Law.

13. INDEMNITY

The Borrower hereby agrees to indemnify and keep fully indemnified and hold harmless and save the Bank against : (a) any claims, losses or damages, costs, charges and expenses including litigation expenses whatsoever which may be brought or made against or sustained or incurred by the Bank (and whether paid by the Bank or not) or which the Bank may become liable under or in respect of this Agreement; (b) action or proceedings made or brought against the Bank, its correspondents or confirming banks or agents; (c) any liability or loss incurred or suffered by it, its correspondents or confirming banks or agents; (d) every payment made, obligation, liability, loss and damage, penalties, taxes, etc. whatsoever undertaken or incurred or suffered by the Bank (whether directly or indirectly) under or in connection with and/or arising under this Agreement; (e) against any liability, loss, damages, costs and expenses (including legal expenses) awarded against or incurred or paid by the Bank as a result of or in connection with the Bank granting the Facilities as herein mentioned, without deducting tax in India whether or not such payment attracts withholding tax in India or requires due certification by a qualified accountant.

14. CLASSIFICATION OF ACCOUNT AS RED FLAG ACCOUNT

- (a) The Borrower understands and agrees that, in case the loan account is classified as red-flagged account, the Bank shall conduct an audit as per its Policy, for further investigation in the account.
- (b) The Borrower shall co-operate with the said audit and shall provide required information, documents, etc. to the Bank or any person appointed by Bank for conducting the audit for further investigation in the account as per its Policy.
- (c) In case, the Borrower does not co-operate for conducting such audit, the Bank shall conclude the account as fraud, without giving further notice.

15. DISCLOSURE

- (a) The Borrower agrees that in addition to any other rights enjoyed by the Bank, in the event of the Borrower committing any default, the Bank shall be entitled to disclose to the RBI or any other statutory or regulatory authority or to any other third person, the name/identity of the Borrower and/or its directors/partners/trustees and the default committed. In case of default in payment of any of the Indebtedness to the Bank, the Bank or the RBI will have an unqualified right to disclose or publish the name of the Borrower and/or its directors/partners/trustees as defaulters (including as wilful defaulters) in such manner and through such medium as the Bank and/or the RBI in their absolute discretion may deem fit. The Borrower further agrees that the Bank may, as it deems appropriate and necessary disclose and furnish to Credit Information Bureau (India) Ltd., and any other agency authorized in this behalf by RBI all or any of the following:
 - (i) information and data relating to the Borrower;
 - (ii) the information or data relating to the Facility availed of/to be availed, by the Borrower; and

- (iii) the information and details of the default, if any, committed by the Borrower, in discharge of the Indebtedness.
- (b) The Borrower agrees and undertakes that:
 - (i) the Credit Information Bureau (India) Ltd., and any other agency so authorized may use, process the said information and data disclosed by the Bank in the manner as deemed fit by them; and
 - (ii) the Credit Information Bureau (India) Ltd., and any other agency so authorized may furnish for consideration, the processed information and data or products thereof obtained by them, to banks/ financial institutions and other credit grantors or registered users, as may be specified by the RBI in this behalf.
- (c) The Bank may at the risk and cost of the Borrower engage one or more person(s) to verify any facts or information furnished by, concerning or pertaining to the Borrower and/or in relation to this Agreement and/or to collect the Indebtedness and/or to enforce any security and may furnish to such person(s) documents, information, facts and figures as the Bank thinks fit and may delegate to such person(s) the right and authority to perform and execute all acts, deeds, matters and things connected therewith or incidental thereto as the Bank may think fit. The Bank shall be entitled to carry inspections at such intervals, as it may deem fit.
- (d) The Borrower hereby agrees and confirms that the Bank will have the right to disclose and share any information pertaining to the Borrower including, but not limited to, credit facility/ies, constitution, net worth, shareholding of the Borrower with (i) any other bank (s)/financial institution(s) in the form and manner prescribed by the RBI; (ii) any agent, contractor, third party service provider or professional adviser (*wherever situate*) of the Bank; (iii) any person to (*or through*) whom the Bank assigns or transfers or novates (*or may potentially assign or transfer or novate*) all or any of its rights or obligations under this Agreement or Transaction Documents; (iv) any person to whom the Bank is required to make disclosure under the requirements of any law, regulation, guidelines (whether SEBI, RBI etc.) or practice.

16. SET-OFF

- (a) In the event of non-payment of the Indebtedness, the Bank may apply all sum(s) from time to time standing to the credit of any account in the name of the Borrower or any other account of which the Borrower is the beneficial owner maintained with the Bank of any of its branches wherever situated in or towards satisfaction of the Indebtedness and sign all such documents as may be required to effect such application and the Bank shall have a paramount right of lien & set off on all securities, documents etc. of the Borrower and all monies which may now or hereafter be payable by the Bank to the Borrower for any reason or purpose whatsoever.
- (b) The Bank may at any time and without notice to the Borrower combine or consolidate all or any of the accounts held in the Borrower's name or any other account of which the Borrower is the (sole) beneficial owner with any branch or of the Bank irrespective of the title of any such account or the currency in which any such account may be denominated.

- (c) The rights conferred on the Bank hereunder shall be in addition to and without prejudice to any other security or securities and other recourses, which the Bank may now or hereafter hold and to any lien, set off or similar right.

17. WAIVER

No delay in exercising or omission to exercise any right, power or remedy accruing to the Bank upon any default or otherwise under this Agreement or the other Transaction Documents shall impair any such right, power or remedy or shall be construed to be a waiver thereof or any acquiescence in such default, nor shall the action or inaction of the Bank in respect of any default or any acquiescence by it in any default, affect or impair any right, power or remedy of the Bank in respect of any other default. The rights of the Bank under this Agreement and the other Transaction Documents may be exercised as often as necessary, are cumulative and not exclusive of their rights under the general law and may be waived only in writing and specifically and at the Bank's sole discretion.

18. CONVERSION RIGHT

- (a) If the Borrower commits a default of payment of either principal and/or interest, as the case may be ("**Payment Default**") on any two consecutive occasions/dates, then, the Bank shall have the right to convert, at its option all outstanding Facility dues, either in part or full, and whether the same is due or not, into fully paid-up equity shares of the Borrower *at par* or at a fair valuation whichever is lower in the manner specified in a notice in writing to be given by the Bank to the Borrower ("**the Notice of Conversion**"). The Borrower shall comply with applicable Law, including but not limited, to obtaining the resolution of the shareholders as per the Act.
- (b) Further, the Bank shall have the right to convert, all outstanding loan dues, either in part or full, and whether the same is due or not, into fully paid-up equity shares of the Borrower in accordance with the Strategic Debt Restructuring Scheme (SDR) framed by Reserve Bank of India. The Borrower shall comply with applicable Law, including but not limited, to obtaining the resolution of the shareholders as per the Act.

19. GRIEVANCE REDRESSAL, GOVERNING LAW and DISPUTE RESOLUTION

- a) In event of any grievances, the Borrower may approach the nodal officer of the Bank, contact details of the nodal officer have been provided in the Key Fact Statement (KFS).
- b) The Parties agree that this Agreement shall be governed by the laws of India.
- c) The Borrower hereby expressly agrees that all disputes arising out of and/or relating to this Agreement including any transaction document which is –
 - I. below the pecuniary jurisdiction limit of the Debt Recovery Tribunals established under Recovery of Debts Due to Banks and Financial Institutions Act, 1993 (51 of 1993), then such dispute shall be resolved through arbitration in accordance with the provisions of the Arbitration and Conciliation Act, 1996 as may be amended, or its re-enactment, through the online dispute resolution("ODR") platform. The party invoking arbitration ("Claimant") shall address a notice to the other party ("Respondent") suggesting the name of one of the following ODR platforms (Designated Institution) as stated below or any other ODR platform as updated on the Bank's website from time to time:
 - i. Presolv360 ODR Institution; or
 - ii. Sama ODR Institution
 - II. The arbitration proceeding shall be conducted in the English language. The seat of the arbitration for the purpose of determining jurisdiction shall be decided basis the zone wise distribution as provided

- below. The award passed by the arbitrator shall be final and binding on the Parties.
- III. The parties agree to carry out the arbitration proceedings virtually through an ODR platform of such institution and, for such purpose, the email addresses and / or mobile numbers of the Borrower available, provided or otherwise referenced in the transaction documents shall be considered. Each party shall be responsible for intimating such institution in the event of any change in its email address and / or mobile number throughout the arbitration proceedings. In the event the arbitration proceedings cannot be administered virtually, then the proceedings shall be conducted physically, and the venue of the proceedings shall be cities, as may be notified by the Bank, falling under either of the zones mentioned hereunder-
- i. East;
 - ii. West;
 - iii. North; and
 - iv. South
- IV. above the pecuniary jurisdiction limit under Recovery of Debts Due to Banks and Financial Institutions Act, 1993 (51 of 1993) should be filed before appropriate Debt Recovery Tribunals.

20. MISCELLANEOUS

- (a) All notices, requests, demands, waivers or other communications under or in connection with this Agreement shall be given in writing. Any such notice or other communication will be deemed to have been duly given if: (a) delivered personally, (b) sent by registered mail with postage prepaid, (c) sent by next-day or overnight mail/courier or delivery or (d) sent by email/ facsimile. Provided, however, that no notice or communication to the Bank shall be effective unless actually received by the Bank. Notices or communication may be made to: (i) the Borrower's address or facsimile number or email id, and (ii) the Bank's address or facsimile number specified in **Schedule I** hereof, or to such other address or facsimile number as may be designated by the Borrower and the Bank in writing to each other. All such notices, requests, demands, waivers and other communications shall be deemed to have been received (a) if by personal delivery on the day after such delivery, (b) if by registered mail, on the third Business Day after the mailing thereof, (c) if by next-day or overnight mail/courier or delivery, on the day delivered, d) if sent by email/facsimile, when sent (on receipt of a confirmation to the correct facsimile number) .
- (b) During the Availability period, the Bank may, in its sole discretion, cancel the Facility or any part thereto without notice to the Borrower, if any Event of Default or Potential Event of Default has occurred or if it becomes unlawful for the Bank to disburse or continue the Facility to the Borrower.
- (c) The Borrower unconditionally agrees, undertakes and acknowledges that the Bank has an unconditional right to cancel the un-utilised portion of the Facility, whether in part or in full, at any time during the currency of the Facility without any prior intimation for such cancellation to the Borrower.
- (d) The Borrower shall be accountable to the Bank for any claim which may be made in this regard by any tax authorities and undertake to pay forthwith any such demands which the Bank may become liable to pay. If the Borrower fails to pay the amount so demanded by the Bank, then the Borrower hereby authorises the Bank to take legal action, for the purpose of recovery of the said tax amount.

- (e) The entries made in the accounts / account books / records of the Bank maintained in accordance with its usual practice and in compliance with the statutory requirements and/or a statement signed by a designated officer of the Bank, shall be final and binding on the Borrower. Such entries and/or statement shall be prima-facie and conclusive evidence of the existence and amount of obligations of the Borrower as therein recorded in respect of the Facility.
- (f) Subject to the provisions of the Recovery of Debts Due to Banks and Financial Institutions Act, 1993, the Courts/Tribunals in the city where the branch of the Bank is situated shall have exclusive jurisdiction in relation to this Agreement and all matters arising in connection herewith.

Provided that nothing contained in this Section, shall limit the right of the Bank to take proceedings in any other Court or Tribunal of competent jurisdiction, nor shall the taking of proceedings in one or more jurisdictions preclude the taking of proceedings in any other jurisdiction, whether concurrently or not and the Borrower irrevocably submits to and accepts for themselves and in respect of their property, generally and unconditionally, the jurisdiction of such court or tribunal, and the Borrower irrevocably waives any objection it may have now or in the future to the laying of the venue of any proceedings and any claim that any such proceedings have been brought in an inconvenient forum.

- (g) This Agreement and the other Transaction Documents (unless otherwise specified in any Transaction Document) shall be governed by and construed in accordance with the laws of India.
- (h) (The Borrower shall not assign or transfer or novate all or any of its rights, benefits or obligations under this Agreement and the other Transaction Documents without the approval of the Bank. The Bank may, at any time, sell, assign or transfer or novate all or any of its rights, benefits and obligations under this Agreement and the other Transaction Documents to any person(s) of the Bank's choice in whole or in part and in such manner and on such terms as the Bank may decide without any reference to the Borrower. Notwithstanding any such assignment or transfer, the Borrower shall, unless otherwise notified by the Bank, continue to make all payments under this Agreement to the Bank and all such payments when made to the Bank shall constitute a full discharge to the Borrower from all its liabilities in respect of such payments.
- (i) Without prejudice to the aforesaid provision, the Bank may (at its sole discretion), without notice to the Borrower, share the credit risk of the whole or a part of the Facility with any other person by way of participation. Notwithstanding such participation, all rights, title, interests, special status and other benefits and privileges enjoyed or conferred upon or held by the Bank under this Agreement and the other Transaction Documents shall remain valid, effective and enforceable by the Bank on the same terms and conditions and the Borrower shall continue to discharge in full all its obligations under this Agreement and the other Transaction Documents to the Bank. The Borrower shall not have and shall not claim any privity of contract with such person on account of any reason whatsoever. Any such sale, assignment or transfer shall conclusively bind the Borrower.
- (j) Any provision of this Agreement or any other Transaction Document which is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective to the extent of prohibition or unenforceability but that shall not invalidate the remaining provisions of this Agreement or any other Transaction Document or affect such provision in any other jurisdiction.

- (k) I hereby provide the consent to bank to pull my KYC details from CERSAI & PAN details from NSDL as and when required by the Bank for the compliance.
- (l) "I/We undertake and declare that if there are any changes in the particulars and information given by me/us while availing the Loan facility, I/We shall within 30 days from the date of any such change in the particulars and information shall disclose the details of such changes to the Bank without withholding the same.
- (m) Notwithstanding anything contained in the loan transaction documents, IDFC FIRST Bank hereby confirms that IDFC shall not levy any penal interest. Bank shall levy only penal charges as mentioned in Schedule of charges/KFS/Sanction Letter.
- (n) The Borrower understands, acknowledges and agrees that the Facilities are uncommitted facilities, are callable by IDFC Bank on demand and may be cancelled and repudiated in part or in entirety by IDFC Bank at any time without notice and without giving any reason. Sanction or part disbursement of the facility should not be construed as giving rise to binding obligations on the part of IDFC FIRST Bank to provide the facility mentioned aforesaid. The Facility mentioned aforesaid will be available solely at IDFC FIRST Bank's discretion and IDFC FIRST Bank will not be liable for any action taken by the borrower on the basis of this sanctioned facility.
- (o) The Borrower hereby agrees and confirms that in case any other person providing any financial assistance to the Borrower imposes any conditions not included herein, or in case any of the terms offered by the Borrower to such person is more favourable to such person than the terms stipulated by, or offered to, the Bank, the Borrower shall promptly inform the Bank of such terms or conditions and such of those terms and conditions as may be considered necessary by the Bank, in its discretion, shall apply to the Facility as if the Borrower had specifically agreed to such terms and conditions, which terms and conditions shall be deemed to have been expressly incorporated herein.
- (p) Customers sourced through Business Correspondent (BC) shall be the Borrowers of the Bank and Bank shall be responsible to address the grievances of the Borrowers in relation to acts and omission of the said BC.
- (q) The Bank shall have a right to sell or transfer (by way of assignment, securitisation or otherwise) whole or part of the Loan and outstanding amounts under the Loan or any other rights under this Agreement or any other document pursuant hereto to any person in any manner or under such terms and conditions as the Bank may decide in its sole discretion. The Borrower shall not transfer or assign the rights under this Agreement without previous written consent of the Bank. The Borrower hereby accords its consent to the Bank for transfer of the Bank's rights and obligations under this Agreement and other financing documents to any Person at the Bank's sole discretion.
- (r) Borrower hereby authorizes the Bank to appoint Recovery Agents and thereby consents and agrees that the Bank shall be entitled to disclose to such recovery agents/third parties all necessary and relevant information pertaining to the Borrower(s) and the loan and the borrowers hereby consent to such disclosure by the Bank, notwithstanding anything contained in this Agreement, the Borrower(s) expressly accepts and authorizes the Bank (and/ or any such recovery agents/third party as the Bank may select) to contact Borrower (including any person related to the Borrower(s) and disclose all necessary and relevant information pertaining to the Borrower(s).

- (s) The para banking services provided by the Bank to the Borrowers for financial products shall be strictly on a non-risk participation basis.
- (t) Borrower is aware that insurance is non-mandatory and offered only to customer who voluntarily choose to opt for the same and in case if the loan is cancelled, the insurance policy will also get cancelled automatically by the Insurance Company and the certificate of insurance (if received/issued) will remain cancelled/ revoked by the said Insurance Company. Bank may receive the commission / fees for solicitation of insurance products (if any) and same will be available on Bank website <https://www.idfcfirstbank.com/personal-banking/investments-and-insurance> under Insurance Tab.
- (u) IDFC FIRST Bank has the absolute discretion to amend or supplement any of the Loan terms and conditions at any time and will endeavor to give prior notice of 15 days by email or put up on the Bank's website, as the case may be for such changes wherever feasible and such amended terms and conditions will thereupon apply to and be binding on the Borrower. Further, loan terms shall be subject to changes based on the guidelines/ directives issued by RBI to banks from time to time.
- (v) This Agreement shall become binding on the Borrower and the Bank on and from the date as specified in *Schedule I* hereof. It shall be in force till all the monies due and payable under this Agreement and the other Transaction Documents are fully paid off by the Borrower to the Bank.

21. MODE OF EXECUTION

- a) The borrower is aware that this document is an electronic record in terms of Information Technology Act, 2000 and rules there under as applicable to electronic records in various statutes as amended by the Information Technology Act, 2000. This electronic record is generated by a computer system and does not require any physical signatures.
- b) Electronic communications shall be deemed to have been received by borrower when we send the electronic communication to the email address / mobile number / details provided by borrower or any other third party.
- c) The Borrower hereby expressly acknowledges and confirms that the Borrower has read, verified, understood, irrevocably agreed to and accepted and delivered all the terms and conditions contained herein electronically by ticking / clicking / checking "I/we Agree" or "I/we Agree and Accept" or any similar icon/tab/option on the online system / Website / portal / platform of the Bank/Merchant/ its agent/ service provider/partners as well as by entering the one time password ("OTP") provided to the Borrower's mobile number registered with the Bank or linked with Unique Identification Authority of India (UIDAI/Aadhaar Authority) or also biometric verification through UIDAI, and that there is no requirement of Borrower's physical signature on the Loan Documents or of the Borrowers signing this Agreement in physical form. The Borrower also acknowledges that the execution of this Agreement would be complete only once the same is accepted by the Bank. The Bank shall be deemed to have accepted and signed this Agreement electronically by way of sending an email/ letter through its officer or the Facilitator to the Borrower and attaching therewith the copy of this Agreement. For the purpose of stamp duty, any writing on a stamp paper or franked page associating the stamp paper or such franked page with this document will be as good as making the stamp paper/franked page an integral part of this document.
- d) The parties agree that either party may use a computer-based system to issue certain Confirmations and that each such Confirmation executed by a party by means of an electronically-produced signature, shall have the same legal effect as if, such signature had been manually written on such Confirmation and that such Confirmation shall be deemed to have been signed by such party for the purposes of any statute or rule of law that requires such Confirmation to be signed. The parties acknowledge that, in any legal

proceedings between them in any way relating to this Agreement, each party expressly waives any right to raise any defence or waiver of liability based upon the execution of a Confirmation by a party by means of an electronically- produced signature.

- e) If the PAN of the borrower is not linked with Aadhar, the borrower agrees to get it linked within 90 days of disbursement of this loan.

IN WITNESS WHEREOF the Borrower has hereunto subscribed the day, month and year set out in *Schedule I* hereof.

Signature Clause

Signed and Delivered by the within named IDFC FIRST Bank Limited by the hand of its Authorised Signatory/
Constituted Attorney Mr. _____

SCHEDULE I

1. Date and Place of Execution of the Agreement:
2. Borrower(s) Details:
3. Details of Sanction Letter:
4. Details of Facility

Facility	Amount (Rs in Lakh)	Interest / Commission	Interest / commission payment date	Margin	Tenor (in Months)	Repayment

5. Security Details & Security Cover

Collateral Details

6. KEY FACT STATEMENT

Part 1 (Interest rate and fees/charges)

1	Loan proposal/ account No.		Type of Loan	
2	Sanctioned Loan amount (in Rupees)			
3	Disbursal schedule Disbursement in stages or 100% upfront. If it is stage wise, mention the clause of loan agreement having relevant details		(i) Yes, in stages. (ii) Refer to clause 3 (a).	
4	Loan term (year/months/days)			
5	Instalment details			

Type of instalments		Number of EPIs	EPI (₹)	Commencement of repayment, post sanction			
6	Interest rate (%) and type (fixed or floating or hybrid)						
7	Additional Information in case of Floating rate of interest						
Reference Benchmark	Benchmark rate (%) (B)	Spread (%) (S)	Final rate (%) $R = (B) + (S)$	Reset periodicity. (Months)		Impact of change in the reference benchmark (For 25 bps change in 'R', change in	
				B	S	EPI (₹)	No. of EPIs
8	Fee/ Charges ¹						
			Payable to the RE (A)		Payable to a third party through RE (B)		
			Amount (in ₹) or Percentage (%) as applicable	One-time/Recurring	Amount (in ₹) or Percentage (%) as applicable		
(i)	Processing fees						
(ii)	Insurance charges						
(iii)	Valuation fees						
(iv)	Any other (please specify)						
9	Annual Percentage Rate (APR) (%)						
10	Details of Contingent Charges (in ₹ or %, as applicable)						

(i)	Penal charges, if any, in case of delayed payment	
(ii)	Other penal charges, if any	
(iii)	Foreclosure charges, if applicable	
(iv)	Charges for switching of loans from floating to fixed rate and vice versa	
(v)	Any other charges (please specify)	

¹ Taxes at prevailing rates as per Government Rules shall be applicable over and above the mentioned charges

7. Other qualitative information

1	Clause of Loan Agreement relating to engagement of recovery agents	Clause 20 (r)
2	Clause of Loan agreement which details grievance redressal mechanism	Clause 19
3	Phone number and email id of the nodal grievance redressal officer	pno@idfcfirstbank.com 1800 209 9771
4	Whether the loan is, or in future maybe, subject to transfer to other REs or securitisation (Yes/ No)	Yes
5	In case of lending under collaborative lending arrangements (e.g., co-lending/ outsourcing), following additional details may be furnished:	
	Name of the originating RE, along with its funding proportion	Name of the partner RE along with its proportion of funding
		Blended rate of interest
6	In case of digital loans, following specific disclosures may be furnished:	

(i) Cooling off/look-up period, in terms of RE's board approved policy, during which borrower shall not be charged any penalty on prepayment of loan	
(ii) Details of LSP acting as recovery agent and authorized to approach the borrower	

8. **Computation of Annual Percentage Rate**

Sr. No.	Parameter	Details
1	Sanctioned Loan amount (in Rupees) (Sl. no. 2 of the KFS template – Part 1)	
2	Loan Term (in years/ months/ days) (Sl. No.4 of the KFS template – Part 1)	
a)	No. of instalments for payment of principal, in case of non-equated periodic loans	
b)	Type of EPI Amount of each EPI (in Rupees) and nos. of EPIs (e.g., no. of EMIs in case of monthly instalments) (Sl. No. 5 of the KFS template – Part 1)	
c)	No. of instalments for payment of capitalised interest, if any	
d)	Commencement of repayments, post sanction (Sl. No. 5 of the KFS template – Part 1)	
3	Interest rate type (fixed or floating or hybrid) (Sl. No. 6 of the KFS template – Part 1)	
4	Rate of Interest (Sl. No. 6 of the KFS template – Part 1)	
5	Total Interest Amount to be charged during the entire tenor of the loan as per the rate prevailing on sanction date (in Rupees)	
6	Fee/ Charges payable (in Rupees)	
A	Payable to the RE (Sl. No.8A of the KFS template-Part 1)	
B	Payable to third-party routed through RE (Sl. No.8B of the KFS template – Part 1)	
7	Net disbursed amount (1-6) (in Rupees)	
8	Total amount to be paid by the borrower (sum of 1 and 5) (in Rupees)*	
9	Annual Percentage rate- Effective annualized interest rate (in percentage) (Sl. No.9 of the KFS template-Part 1)	
10	Schedule of disbursement as per terms and conditions	Detailed schedule to be provided
11	Due date of payment of instalment and interest	DDMMYYYY

*The difference in repayment amount calculated from the total of instalments given under the detailed repayment schedule vis-à-vis the amount mentioned under (8) is due to rounding off the instalment amount under the detailed repayment schedule.

9. **Repayment Schedule under Equated Periodic Instalment**

Instalment No.	Outstanding Principal (in Rupees)	Principal (in Rupees)	Interest (in Rupees)	Instalment (in Rupees)

To IDFC Bank Ltd

I/We declare that the contents of Key Fact Statement (KFS) have been duly explained to me/us, and I/we have read, understood, and accepted them.

Customer Name:

Signature:

Date:

10. The following clause shall be inserted as Section 22 of the Agreement:

Nominee Director

- (i) In the Event of Default, the Bank shall have the right to appoint and remove from time to time, one director on the Board of the Borrower during the tenure of the Facility (hereinafter referred to as **“Nominee Director”**).
- (ii) The Nominee Director shall not be required to hold qualification shares and not be liable to retire by rotation.
- (iii) The Nominee Director shall be entitled to all the rights and privileges of other directors including the sitting fees and expenses as payable to other directors but if any other fees, commission, monies or remuneration in any form is payable to the directors, such fees, commission, monies and remuneration in relation to the Nominee Director shall accrue to the Bank and the same shall accordingly be paid by the Borrower directly to the Bank.

Provided that if the Nominee Director is an officer of the Bank, the sitting fees in relation to such Nominee Director shall also accrue to the Bank and the same shall accordingly be paid by the Borrower directly to the Bank along with taxes, if any.

The expenditure incurred by the Bank or the Nominee Director in connection with his appointment or directorship shall be borne by the Borrower. Service tax payable in this regard shall be on the account of the Borrower.

- (iv) The Nominee Director shall be appointed as a member of the committees of the Board, if so desired by the Bank.
- (v) The Nominee Director shall be entitled to receive all notices, agenda and minutes, etc. and to attend all general meetings and meetings of the Board or any committees of which he is a member.
- (vi) If at any time, the Nominee Director is not able to attend a meeting of the Board of Directors or any of its committees, of which he is a member, the Bank may depute an observer to attend the meeting. The expenses incurred by the Bank in this connection shall be borne by the Borrower.
- (vii) The Nominee Director shall not be liable for the acts of the Borrower and shall not be considered as an officer in default under the Applicable Law. The Borrower shall at all times appoint a compliance officer or a designated officer(s) of the Borrower who shall be the **“officer in default”** for the purposes of applicable Law.

In the event that any notice or proceedings have been filed against the Nominee Directors by reason of him/them being included within the scope of **“officer(s) who is in default”**, the Borrower shall take all necessary steps to ensure that the Nominee Directors are held harmless and indemnified from such notice or proceedings. The Borrower shall pay all legal costs and shall indemnify and hold harmless the Nominee Director from all costs, damages, fines, levies etc. that may be levied against the Nominee Director.

- (viii) The Borrower shall, procure a directors' and officers' liability insurance policy in favour of all Nominee Director from a reputable insurance company in respect of claims or liabilities resulting from the actions or omissions of the Nominee Director.
- (ix) The Borrower shall indemnify the Nominee Director against any loss suffered by the Nominee Director arising directly or indirectly out of any act of omission or commission by the Borrower, its officials, employees, managers, representatives or agents, as the case may be, due to which such the Nominee Director/s is a party to, or otherwise incurs any loss.

SCHEDULE II

LEGAL HEIR DECLARATION

- Borrower further agree, declare, undertake, assure and confirm that the following is the exhaustive list of my/our legal heirs with his/her/their full address/es, and the said list is furnished to enable the Bank to take steps for recovery of its dues from any one/some / all of them in the event of my/our demise, or of any one or some or all of us during the currency / pendency of such credit facilities extended by the Bank.
- Borrower further also nominates the below list of legal heirs to whom in the event of his death, the property in the custody of the Bank, may be returned by the bank upon payment of the outstanding amount in full.
- Borrower further agree, undertake and assure that I/We shall promptly inform you in writing of any change in the above particulars of my/our legal heirs that may be occasioned by birth, death, marriage, etc. and / or, on account of any amendment /change in the general statutes/laws of the country.

Name of borrower/s	Age	Name of legal heir	Age	Relationship with borrower	Address/es	Occupation/vocation of legal heirs

IN WITNESS WHEREOF the Borrower has hereunto subscribed the day, month and year set out in this Agreement.

*Signature Clause*¹

Signed and Delivered by the within named
IDFC FIRST Bank Limited by the hand of its
Authorised Signatory/ Constituted Attorney
Mr.

¹Please refer Signature Clause for different entities schedule.