



JSW INVESTMENTS PRIVATE LIMITED

JIPL – POLICY ON DEMAND / CALL LOANS

1. Preface

Policy Title	POLICY ON DEMAND / CALL LOANS
Version Number	1.2
Effective Date	02 March, 2007
Authorised by	Board of Directors
Number of Revisions	1
Revised Date	26.10.2016

- 1) This policy may be known as “JIPL – Policy on Demand / Call loans” hereinafter referred to as “Demand / Call Loan Policy”.
- 2) This Demand / Call Loan Policy has been made pursuant to Paragraph 7 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 as amended and may be modified by the Board of Directors of the Company from time to time.
- 3) The Board of Directors have approved and adopted this ‘Demand / Call Loan Policy’ on 2nd day of March 2007.

4) Applicability

This Demand / Call Loan policy shall be applicable to all Demand / Call Loans.

5) Definitions

For the purpose of this Demand / Call Loan Policy –

- a) “Act” means the Reserve Bank of India Act, 1934;
- b) “Board of Directors” means the Board of Directors of JSW Investments Private Limited;
- c) “Body corporate” means a body corporate as defined under Section 2(11) of the Companies Act, 2013;
- d) “Company” or “JIPL” means JSW Investments Private Limited;
- e) “Companies Act” means the Companies Act, 2013 or any statutory modifications or re-enactment thereof for the time being in force;
- f) “Officer of a Company” means any person as defined in Clause (59) of Section 2 of the Companies Act, 2013 including an Auditors of the Company;



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- g) “Regulations/Prudential Norms” means Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007;

Other terms not defined hereinabove shall have same meaning as defined in the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 amended from time to time.

6) **Cut Off date**

- a) The sanctioning authority shall stipulate a Cut Off date for demanding or calling up demand / call loans.
- b) The Cut Off date shall be a date within a period of one year from the date of sanction.
- c) The sanctioning authority shall, record specific reasons in writing at the time of sanctioning the demand / call loan, if the Cut Off date for demanding or calling up of such loan is stipulated beyond a period of one year from the date of sanction.

7) **Rate of Interest**

The rate of interest on the Demand / Call Loan shall be the Bank Rate prevailing on the date of sanction of the Loan plus margin of not less than 0.50% p.a. The Bank Rate shall mean the standard rate made public under Section 49 of the Reserve Bank of India Act, 1934.

8) **Mode of interest payment**

- a) The interest stipulated on such loans, shall be payable either at monthly or quarterly rests.
- b) The sanctioning authority shall specifically record the reasons in writing at the time of sanctioning the demand or call loan, if no interest is stipulated or a moratorium is granted for any period.

9) **Review of Performance**

The performance of Demand / Call loans shall be reviewed every six months commencing from the date of sanction.

10) **Renewal of Loan**

Any demand / call loan shall not be renewed unless the periodical review has shown satisfactory compliance with the terms of sanction of the loan.

11) **Sanctioning Authority**

The sanctioning authority for the Demand / Call Loan shall be any one of the Directors of the Company.



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12) Reporting

The sanctioning authority shall submit the report of loan sanctioned / renewed / repaid on half yearly basis to the Board.

13) Amendments

The Board may amend the provisions of this Policy from time to time.

Unless otherwise specified, such amendments shall be effective from the date of the Board meeting at which such amendments are approved.

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