



TERM LOAN POLICY

1) PREFACE

Policy Title	TERM LOAN POLICY
Version Number	01
Effective Date	March 2, 2020
Authorised by	Board of Directors
Number of Revisions	-
Revised Date	-

The Board of Directors have approved and adopted this 'Term Loan Policy' on March 2, 2020.

2) Applicability

This Term Loan policy shall be applicable to all Term Loans.

3) Purpose of Term Loan Policy

The policies and procedures outlined provide a framework within which the company is to operate its principal business of financing. This manual is meant to be a working document and a set of guidelines to be used for granting loans. These policies and procedures are flexible to enable the loan program to be responsive to market demands and are designed to be amended from time to time. The Board of Directors is responsible for approving and amending the Loan Policy.

4) Definitions

For the purpose of this Term 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;



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;
- g) "Regulations/Prudential Norms" means Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016;

Other terms not defined hereinabove shall have same meaning as defined in the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 amended from time to time.

5) Loan tenor / maturity

- a) The sanctioning authority shall stipulate a Tenor for term loans.
- b) The maturity date shall be a date within a period of five years from the date of sanction.
- c) The sanctioning authority shall, record specific reasons in writing at the time of sanctioning the loan, if the tenor of such loan is stipulated beyond a period of five years from the date of sanction.

6) Rate of Interest

The rate of interest on the term 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.



7) Mode of interest payment

- a) The interest stipulated on such loans, shall be payable either at monthly / quarterly / yearly / on Bullet payment at the end of tenure.
- b) The sanctioning authority shall specifically record the reasons in writing at the time of sanctioning the term loan, if no interest is stipulated or a moratorium is granted for any period.

8) Review of Performance

The performance of term loans shall be reviewed yearly basis.

9) Renewal of Loan

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

10) Sanctioning Authority

The sanctioning authority for the Term Loan shall be any one of the Directors or Key Managerial Personnel of the Company .

11) Reporting

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

12) 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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