

**POLICY ON DEMAND LOAN/CALL LOAN**

**DEEVEE COMMERCIALS LIMITED**

## POLICY FOR DEMAND/CALL LOAN

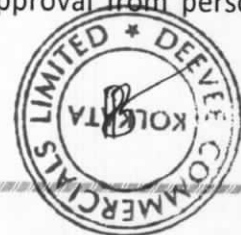
**As per statutory requirements of RBI and pursuant to its Notification Reference No: RBI/DNBR/2016-17/45 \_ DNBS (PD).008/ 03.10.119 / 2016-17 dated 01<sup>st</sup> September, 2016**

As per the statutory requirement of Reserve Bank of India and as per the day to day operational activities of the company, the Board has recommended and approved the Revised Policy for Demand/Call loan in its meeting held on 4<sup>th</sup> February, 2017.

**Deevee Commercials Limited** having NBFC Registration No **B. 05.01760 dt. 23/02/2001** is a Non Deposit taking NBFC which is engaged in activities of investing and loans activities. The Investments are made in its promotee company - Emami Ltd and company's floated by the common promoters and/or associates of Emami Ltd's. The loans activity of Deevee commercials Limiteds is also limited to activities of funding the company's floated by the common promoters of Emami Ltd and associates or group companies of Emami Ltd.

Based on abovementioned operational activities of the company the Demand/Call Loan policy features following guidelines:

1. All Loans shall be pre-approved by the persons authorized by the Board in its meeting held for recommendation of revised demand/call loan policy.
2. Loans must be supported with the requisite loan application forms mentioning therein the terms & conditions of sanctioning the loan, applicable rate of interest and be supported with other requisite documents as per the company's Fair Practice Code Policy.
3. Since these are demand /call loans for the companies as detailed in Para (i) above, which may require some urgent fulfillments, hence the documentary requirements can be completed within additional seven working days from the date of giving of loan and in any case shall not exceed thirty working days from the date of sanction.
4. Interest on such loans, as stipulated shall be payable either at monthly or quarterly rest.
5. Demand / Call loans can be availed in continuity over a period of time. The said period can be decided on the first date on which the loan is given and is subject to revision as per the requirement of the borrower and pre- approval from persons



authorized by the Board in its meeting held for recommendation of revised demand/call loan policy.

6. A cutoff date, i.e. a date within which the repayment of such loans may be demanded/ called upon must be decided on the first date on which the loan is given and is subject to revision as per the requirement of the borrower and pre- approval from persons authorized by the Board in its meeting held for recommendation of revised demand/call loan policy. The aforesaid cutoff date for demand/ call must be mentioned in the sanctioned letter, which in no circumstances be greater than one year. In situations where the cutoff dates exceeds one year then the specific reasons justifying the same must be stipulated and kept on records at the time of sanctioning the same. The sanctioning authority shall also record specific reasons in writing if no interest is stipulated or a moratorium is granted for any period over and above the actual sanctioned tenure of loan.
7. In case of receipt of request from the borrower for transfer of borrower account, the consent or otherwise i.e. objection of the Company, if any, should be conveyed within 21 days from the date of receipt of request. Such transfer shall be as per transparent contractual terms in consonance with law.
8. All demand/ call loans shall be subject to the asset classification and provisioning norms, as prescribed by the RBI from time to time.
9. All demand /call loans must have a cutoff date, for review of performance of the loan, which shall not exceed six months from the date of sanction of loan.
10. Based upon its performance, the demand or call loans shall not be renewed unless the periodical review has shown satisfactory compliance with the terms of sanction.
11. In case of disputes the matter shall be escalated to the grievance redressal committee as constituted by the Board.
12. In case no call/ demand is made prior to the expiry of the stipulated period, then the loan shall be deemed to be called/ demanded on such expiry date and shall be repaid accordingly.

The above policy is not an exhaustive policy, and is subject to modifications on the basis of requirements of the company from time to time, subject to the approval of the Board.

