



Dhani Loans and Services Limited

(CIN:U74899DL1994PLC062407)

Re-structuring Policy - Resolution Framework for Covid19 related stress

PART A - Loan to Individuals

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| 1 | Segment | <ul style="list-style-type: none">• Loan to Individuals<ul style="list-style-type: none">- HE /LAP to Individuals for personal use- Un-secured loans to Individuals- Other Individual loans (All borrower & co borrowers are Individuals) |
| 2 | Eligible Borrower | <ul style="list-style-type: none">• Staff /Employee loans Not Eligible• The resolution under this facility to be extended only to borrowers having stress on income/cash flows on account of Covid 19• Credit team to assess & validate the reason of stress and quantum of income loss by vetting pre Covid and Current financial Situation of the Borrowers' cash flows/ income basis supporting documents like GST returns/certified provisional financials or Salary Slips and credits in Bank Statement (as applicable on case basis)• Assess the viability of the resolution plan subject to the prescribed norms• For resolution plan necessitated due to economic fallout of Covid-19 pandemic, the proposed policy under Resolution Framework for COVID-19-related stress to supersede any previous resolution framework including that (if any) adopted under guidelines of the Master Circular |
| 3 | DPD as on 1st March 2020 | Upto 30 days |
| 4. | Account classification as on 1st March 2020 | Standard |
| 5. | DPD as on date on invocation | Upto 90 days |
| 6. | Last Date of Invocation of Resolution Plan | 31 st Dec 2020 |
| 7. | Last date of implementation of Resolution Plan | 31 st March 2021 Resolution to be invoked not later than December 31,2020 and must be implemented within 90 days from the date of invocation |
| 8. | Provisioning Requirement | Higher of provisions already held OR 10% on Total debt |

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| | | <p>The additional provisions maintained, in terms of the circular DOR.No.BP.BC.63/21.04.048/2019-20 dated April 17, 2020 in respect of such borrowers, to the extent not already reversed, may be utilised for meeting the provision requirements in all cases under this facility.</p> <p>Half of the above provisions may be written back upon the borrower paying at least 20 per cent of the residual debt without slipping into NPA post implementation of the plan and the remaining half may be written back upon the borrower paying another 10 per cent of the residual debt without slipping into NPA subsequently.</p> |
| 9. | Modes of Resolutions | <ul style="list-style-type: none"> • Modification in terms and conditions of the exposure like change in Tenure /Payable amount / Amount of instalments / Rate of Interest etc • Roll over of credit facility • Sanction of additional Credit facility • Granting of moratorium of upto 2 years • Combination of above measures |
| 10 | Approval | <p>Upto 5 cr – Joint approval of National Collections Head & Policy/Product head</p> <p>>5 cr & < 25.50 crs –Committee 1</p> <p>Joint approval of National Collections Head/National Credit Head and anyone from BH & CRO</p> <p>> 25.50 crs – Committee 2</p> <p>CEO and / or any of the following:</p> <p>National Credit /Collection Head</p> <p>Chief Risk Officer, Business Head</p> <p>Executive/ Non-Executive Director of the Group</p> |
| 11 | Documentations | <ul style="list-style-type: none"> • Request letter from customer • Supplementary/Addendum Loan Agreement covering revised terms. • Business team to validate & document recommendation note covering (1) Stress on income/cash flows due to Covid 19 & (2) Viability of proposed resolution plan • Any other additional documentation as necessitated |
| 12 | Fee and ROI | <ul style="list-style-type: none"> • Re-structuring fee (if applicable) can be either upfront paid by customer or capitalised • ROI applicable on re-structured loan to be as per approved terms. |