

TO,  
M/s. CHANDRA ENGINEERS AND CONSULTANT  
125/SHUBH IND ESTATE,  
NR.ZAVERI ESTATE,  
SINGARWA KATHWADA.  
AHMEDABAD-382430

**REG: Sanction of Term Loan of RS.49.50 Lacs and Cash Credit Limit of Rs.15.00Lacs (Total 64.50lacs) under CGTMSE.**

With reference to the captioned proposal of **M/s. CHANDRA ENGINEERS AND CONSULTANT Proprietor:- Mr. NARESHCHANDRA MAKWANA**, we are pleased to inform that we have sanctioned Fresh Term Loan of RS.49.50 Lacs and Cash Credit Limit of Rs.15.00Lacs Total 64.50 lacs under CGTMSE on the following terms and conditions

<b>Name of the Unit</b>	M/s CHANDRA ENGINEERS AND CONSULTANT
<b>Name of the Proprietor:</b>	Mr. NARESHCHANDRA MAKWANA
<b>Regd. Office Address</b>	125/SHUBH IND ESTATE, NR.ZAVERI ESTATE, SINGARWA KATHWADA.AHMEDABAD-382430
<b>Factory Address</b>	125/SHUBH IND ESTATE, NR.ZAVERI ESTATE, SINGARWA KATHWADA.AHMEDABAD-382430
<b>Name of the owner of collateral security</b>	NA
<b>Name of the Guarantor</b>	NA
<b>Activity:</b>	Manufacturing of Machinery
<b>Project / Purpose:</b>	Term Loan:- Rs.49.50 Lacs for Purchase of Machinery Cash Credit:- Rs..15 Lacs for Working capital requirement total :64.50 Lacs under CGTMSE
<b>Other details</b>	NA

Priority Sector:	<b>Yes</b>	Constitution: <b>Proprietor</b>
Industry:	<b>Services</b>	Type of Proposal: <b>Fresh</b>

**(AmountRs. in Lac)**

1.	Facility	Limit				
	Term Loan	49.50				
	Cash Credit cum ODBD	15.00				
	<b>TOTAL</b>	<b>64.50</b>				
2.	<b>Security</b>					
	i) Primary					
	<b>Facility</b>	<b>Details of Security</b>	<b>Market Value</b>	<b>Date of valuation</b>	<b>Basis of Valuation</b>	<b>Bank Assessed Value</b>



**MASKATI MARKET BRANCH**

<b>Term Loan</b>	Hypothecation of Machinery	66.61		As per Quotation	66.61
<b>CC</b>	Hypothecation of Stock & Book debts	20.00		As per CMA projections	20.00
	<b>Total</b>	86.61			86.61

**ii) Collateral**

S.I.No.	Facility	Details of Security	Owned by	Type of Charge	Realizable Value	Date of Valuation	Date of Title Search Report
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1	TERM LOAN	CGTMSE					
2	CC-CUM-ODEB	CGTMSE					

<b>Less: Existing Charges/ Extension (if any)</b>							
<b>Total Available Amount of security for the Loan</b>							

**Secured with CGTMSE Coverage.**

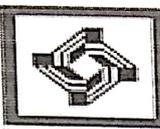
**Guarantees**

S.I.No.	Name	Net Worth	As on	Compiled on Date
1	N.A.			

**3 Pricing/ Interest**

Facility	RBLR	Existing Rate		Card Rate		Proposed rate			
		Spread	Effective Rate	Spread	Effective Rate	Spread	Tenure Premium	Concession	Effective Rate
Term Loan	9.35%	N.A.	N.A.	0.25%	9.60%	N.A.	0.50%	NIL	<b>10.10%</b>
Cash Credit	9.35%	N.A.	N.A.	0.95%	10.30%	N.A.	N.A.	NIL	<b>9.60%</b>

4	Margin (%)	<b>25%</b>
	Stocks	<b>25%</b>
	Receivables	<b>25%</b>
	Cover Period	-
	BG	-



**MASKATI MARKET BRANCH**

LC	-
Term Loan Margin	25%
5. Repayment	
i) CC/OBDD(Hyp)	Renewal to be done every year
ii) Term Loan	84month
ii-(a) Moratorium	4 Months
iii) Others	N.A.
6. (i) Validity of Sanction (in months)	6 months.
(ii) Review/ Renewal (in months)	Every 12 months
7. Inspection	To be done every quarter
8. Stock Statement	To be obtained monthly
9. Insurance	Cover period should be sufficient to cover loan duration.
10. CGTMSE guarantee fee & Annual service fee	As Per CGTMSE Scheme, the Fees will be borne by the customer
Demand Advise No. (DAN)	N.A.
11. Processing fee	0.25% of WC limit sanctioned + GST
12. Upfront Fee	0.625%
13. Mortgage Charges	N.A.
14. Commitment Charges	N.A.
15. Penal Interest	<p>The Bank shall charge penal interest under the following circumstances:</p> <ul style="list-style-type: none"><li>a) 1% p.a. with monthly rests on Default in observance of borrowing covenants/ terms and conditions of the sanction.</li><li>b) 1% p.a. with monthly rests on Delayed submission of renewal data, if period exceeds 3 month from due date.</li><li>c) 1% p.a. with monthly rests on Non-submission/delayed submission of stock, book debt statements (submitted after 15th of subsequent month or as allowed in sanction)</li><li>d) 1% p.a. with monthly rests on Non submission of audited financials on time, penal interest to be charged from 1st November till the date of submission.</li><li>e) Any other eventuality/situation to be decided by the bank.</li><li>f) 2% p.a. with monthly rests on irregular portion including Term Loan.</li></ul> <p>However, the total additional interest charges on a borrower due to various non-compliances will not exceed 2% p.a. with monthly rests.</p>
16. Documentation	Rs. 5000 + GST

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17	Other Stipulation, if any:	N.A.
18	CIC Charges	Rs. 50/- (consumer) + GST*2 Rs. 800/- (commercial) + GST*2
19	Others	All other legal and regulatory expenses to be borne by borrower
20	Inspection charges	Rs. 2000 + GST
	API Charges	Rs. 81+ GST

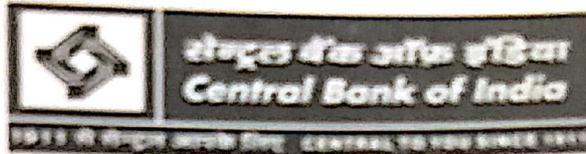
Repayment schedule:	For Term Loan 84 EMI Of Rs.90,328/- Cash Credit renewal every Year.
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**SPECIFIC TERMS AND CONDITIONS:**

- The Hypothecated Stocks as well as the Collateral Securities should be adequately insured comprehensively with Bank's clause (preferably with Channel Partner under Banc assurance)

**TERMS AND CONDITIONS:**

- The branch shall recover the processing charges, documentation charges, inspection charges as chargeable in terms of the latest Central Office guidelines.
- Bank reserves its right to modify sanction terms and conditions at any point of time.
- Credit facilities to the firm are sanctioned for a period of one year subject to renewal thereafter. The firm is to submit the renewal proposal with all the necessary particulars before expiry of validity of the limits failing which penal interest at the rate of 2% p.a. will be charged as per norms.
- Stock Statement and MSOD should be submitted before 7<sup>th</sup> day of every subsequent month and Branch should ensure submission of the same.
- Book debts statement should be submitted before 7<sup>th</sup> day of every subsequent month.
- Book debts statement duly certified by Chartered Accountant should be obtained once in a quarter.
- Delay in submission of Stock Statement and MSOD would attract penal interest, as per rules.
- Unpaid stocks should be shown separately and no drawing power to be allowed against the same.
- The Firm should maintain requisite margin on inventories as stipulated at all points of time.
- Bank's sign board to be placed on proper place viz. godown / factory etc.
- All Book-debts should be hypothecated to Bank, however Debtors less than 90 days only be considered for calculating drawing power.
- For calculation of Drawing Power, only trade debtors will be considered.
- The Unit will exclusively deal with our Bank and all sells / turnover will be routed through Current Account with us. The unit shall neither effect any change in the capital structure nor formulate any scheme of amalgamation or reconstruction.
- The Unit will restrict inter firm transfer amongst associate / sister concern.
- The Unit will maintain current ratio / NWC at the estimated / projected level.
- The unit shall not enter into borrowing arrangements either secured or unsecured with any other bank, financial institution and lender or otherwise or accept deposits apart from the arrangements indicated in the funds flow statements submitted to the Bank from time to time and approved by the Bank.
- The Unit to give an undertaking that Unit will not give any Corporate/Financial Guarantee without bank's permission.
- The Unit or its promoters/guarantors/associate concerns of the Unit are not on ECGC Caution list/specific approval list, RBI's defaulters/caution list, COFEPOSA defaulters list or bank's defaulters list and that no director of the Unit is disqualified u/s 274 of the Companies Act.
- No legal case of any nature has been filed against the Unit/its associates affecting the financial position substantially, and in case of any suit is/will be filed against the Unit/the bank shall be kept informed.
- The Bank reserves its rights to appoint any person/outside agency for concurrent audit/stock audit/cost audit, at any time, during currency of our limits.



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- The Unit will submit its consent for inclusion of its name in the RBI defaulter's list in the event of default.
- The branch shall also ensure that credit/debit statements are compared with sales every quarter.
- The branch shall ascertain whether there is any diversion of funds from short term sources to long term use or there is any diversion of funds outside the business by keeping watch on operations in the account.
- The branch shall keep regular communication with the borrower to find out whether borrower/directors are taking active interest in running of the business and day to day problems being faced are attended to immediately.
- The Unit will inform Bank from time to time of the significant business developments, which may have bearing on the Bank's interest. The unit shall not undertake any new project, implement expansion plan or acquire fixed assets except those indicated in fund flow statements submitted to the Bank.

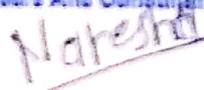
Kindly return the duplicate copy of this communication duly signed for recording your acceptance and call on us for executing the documents.

  
Branch Head

Accepted all the terms & conditions as stipulated above. Received one set of papers, terms & conditions.

**ACCEPTANCE OF BORROWER/SA GUARANTOR**

For, Chandra Engineers And Consultant



Proprietor