

Standard Chartered Investments and Loan (India) Limited (SCILL)

Interest Rate, Processing Fees and Other Charges

1. INTEREST RATE MODEL:

The Loan Assets created by SCILL shall be priced based on Cost of Borrowing (COB), Operating Costs, Security Premium, Tenor Premium, Credit Risks Premium associated with the quality of the borrower and any other factor that SCILL may deem fit. The COB varies according to market conditions and will impact the pricing of the loans from time to time.

The borrower credit risk premium shall be based on credit and default risk of the borrower as assessed from the profile & risk rating, earnings and repayment ability, nature and value of collaterals, repayment track record, industry trends, Credit Bureau ratings etc.

The rate of interest for the same product availed by different borrowers could vary depending upon combination of all or any of the above-mentioned factors

In case of staggered disbursements / drawdowns, the rate of interest would be subject to review and may vary according to the prevailing rate at the time of disbursement/drawdowns.

2. Penal Interest Rate

As a deterrent against intentional delinquency and to encourage prompt and timely repayment of interest and principle dues, the borrower would be levied a penal interest at the rate of 2% per month, if the borrower does not service the interest and/or repay the principle amount on the due date as agreed in the facility letter or loan agreement or for any other reason that SCILL may deem fit.

3. Interest Rate Rest

The loans would be offered on floating interest rate basis. The interest rates would be reviewed and reset on periodic basis as agreed in the facility letter or loan agreement and duly intimated to the borrower.

4. Processing Fees & Other Charges

SCILL may levy processing fees / commitment fees / other charges for loans sanctioned on a case to case basis. Quantum of processing fee would depend upon the type of collateral, nature and volume of documentation involved, services required from external agencies etc.

The borrower may be levied with other charges including penal, late payment, cheque bounce, NACH bounce and any other charges as agreed in the facility letter or loan agreement.

5. Change in Lending Rate

The borrower's rate of interest will be reset with a monthly (1st day of the month) or quarterly (from the date of disbursement) periodicity as agreed in the facility letter or loan agreement. In case of an interest reset of the facility, the same will be communicated to the client via a fresh Business Facility Letter.