

SAFL`s Policy on EMI Moratorium / Deferment of Interest: , Reference RBI Circular BP.BC.71/21.04.048/2019-20 dated May 23, 2020

In view of the extension of the lockdown caused by COVID-19, SAFL, in line with RBI circular on extension of the moratorium, is giving an option to its borrowers to extend moratorium for a period of 3 months on payment of all instalments falling due between June 1, 2020 to August 31, 2020. The repayment schedule for such loans and also the residual tenor will be shifted across the board by three months after the moratorium period. Interest shall continue to accrue on the outstanding portion of the term loans during the moratorium period. However, extension of moratorium will be at sole discretion of SAFL.

Eligibility:

- All term loan borrowers who are undergoing stress and cash flow constraints owing to the current situation on account of COVID-19.
- Standard Accounts in our books as on April 30, 2020
- Accounts which were already NPA as on April 30, 2020, Settled Loan Accounts under OTS/Compromise or Written off accounts are not eligible for the said relief.

Moratorium:

- The installment and/or interest and EMI falling due from June 1, 2020 till August 31, 2020 may be deferred for all eligible cases.
- The status of overdue prior to the moratorium shall continue.
- Interest shall continue to accrue on the outstanding portion of the term loan.
- The remaining tenor of the loan after August 31, 2020 may be extended by three months or more over and above the agreed tenor
- The deferred installment and/or interest or EMI can be paid as residual liability at the end of the normal tenure in three additional installments or as per the choice of the customer after the moratorium period within the agreed tenure.
- Penal interest will not be levied only for the EMI due during the moratorium period. This relaxation is applicable for the moratorium operating period only.
- No moratorium shall be extended to accounts which are NPA in our books as on May 31, 2020, accounts settled under OTS/ Compromise and written off accounts.

Status of accounts:

- Accounts which are overdue as on May 31, 2020 shall continue to be grouped under the respective DPD buckets during the period of the moratorium.
- The overdue as at the end of May 2020 is to be paid by the borrowers as early as possible to avoid slippage. However penalty will be levied on these accounts and moratorium is not applicable on these overdue amounts.

- The rescheduling of payments, including interest, will not qualify as a default for the purposes of supervisory reporting and reporting to Credit Information Companies (CICs) by the lending institutions. CICs shall ensure that the actions taken by lending institutions pursuant to the above announcements do not adversely impact the credit history of the beneficiaries.
- Classification of standard loan accounts as on 1st May 2020 as performing or nonperforming will be done on the basis of the status at the end of moratorium.

Implementation:

- The policy is as per RBI guidelines issued on 23/5/2020 and the same is valid for the period 01/06/2020 to 31/6/2020 only.
- Customers willing to avail the relief shall communicate their preference to the Company by letter/mail/SMS message from registered ID, interactive webpage on our website (Mail id. customercare@safli.in)
- The moratorium will be extended for remaining period, if the EMI/PEMI is already paid by the borrower.
- Last date for conveying the same is 6th June 2020.
- Else it will be assumed that the customer has not opted for the moratorium and will not dispute the interest application and repayment etc.
- All notifications will be made known through the official website of the company.

Date: 27th May 2020

Sd/-

Chief Executive Officer