

Standard Penal Charge Schedule for Supply Chain Dealer and Vendor Financing Program / Product Groups ^(1, 2)

S. No.	Particulars	Quantum of Charge (exclusive of GST as applicable)
1	Penal charges/penalty for delay in payment of dues including principal, interest, cost, charges, taxes, expenses, retirement of bills etc, payable to the Bank	Dealer Finance: @ 0.75% p.m. on the amount of default for the no. of days of overdue Vendor Finance: @ 2% p.a. on the amount of default for the no. of days of overdue
2	Penal charges/penalty for drawing in excess of the drawing power in case of Overdraft, Cash Credit, Working Capital Demand Loan	Dealer Finance: @ 0.75% p.m. on the amount of excess utilization of limits for the irregular period Vendor Finance: @ 2% p.a. on the amount of excess utilization of limits for the irregular period
3	Penal charges/penalty for Non-submission/delay of renewal documents within the stipulated timeline	@ 2% p.a. on the outstanding amount for the irregular period for dealer finance clients
4	Penal charges/penalty for delay in creation/perfection of security or additional security interest in favor of the Bank within the stipulated timeline	@ 2% p.a. on the outstanding amount for the irregular period for dealer finance clients ⁽³⁾
5	Penal charges/penalty for delay in submission of monitoring documents/ information (wherever applicable) within the stipulated timeline	@ 2% p.a. on the outstanding amount for the irregular period for dealer finance clients ⁽⁴⁾
6	Penal charges/penalty for the occurrence of any other event which constitutes 'Event of Default' as per facility documentation	@ 2% p.a. on the outstanding amount for the irregular period for dealer finance clients ⁽³⁾

Note: 1) Not applicable to External Commercial Borrowings, Trade Credits, Structured Obligations which are covered under product specific directions, rupee/ foreign currency export credit and other foreign currency loans; 2) Applicability to be guided by the executed terms and conditions in the loan agreement and sanction letter; 3) Capped at INR 50,000 per month per instance; 4) Capped at INR 20,000 per month per instance

