



REC LIMITED | आर ई सी लिमिटेड

A Maharatna CPSE under Ministry of Power
(भारत सरकार का उद्यम) / A Government of India Enterprise)

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Corporate Identity Number : L40101DL1969G01005005

10 JUL 2024

TGNPDCL

C.V.O.	Dir/Op
CGM/Fin	Dir/Proj
CGM/Audit.	Dir/Fin
CGM/Plg	Dir/HRD&IR
GM/IT	CGM/IPC&RAC
CS	CGM/MRT
SE/DPE	SE/QC&Eng
P.R.O.	
DE/Tech	CMD

Lr. No: REC/RO/HYD/Sanction-Letters/2024-25/313

The Chairman & Managing Director

Northern Power Distribution Company of Telangana Limited (TGNPDCL)

Vidyuth Bhavan, Nakkalagutta, Hanamkonda,

Warangal - 506001.

Sub: Sanction of financial assistance of Rs.1332.99 Crore to Northern Power Distribution Company of Telangana Limited (TGNPDCL) for 05 nos. of IE (Distribution) schemes - Regarding.

Ref: TGNPDCL loan request letter no. 259/24 dated 03.05.2024.

Dear Sir,

Please refer to your Loan Application under reference above for financial assistance from REC Limited (REC) to finance the proposed scheme(s) for creation of Infrastructure for Electricity access to AGI services under the jurisdiction TGNPDCL.

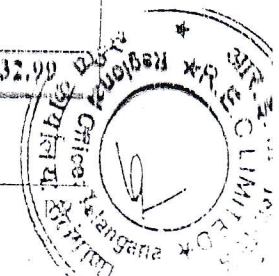
The proposal has been considered and REC is agreeable to grant TGNPDCL (the "Borrower") Rupee Term Loan Assistance (the "RTL") as per the scheme details as tabled below:

					(Amount in Cr.)
Sl. No.	Name of the Schemes	District	Scheme code	Project Cost	Loan Amount (90% of Project cost)
1	Infrastructure for Electricity access to Agl services in Bhupalpally & 4 other Districts	Bhupalpally, Mulugu, Peddapally, Jagtial and Metpally	TL-TD-DIS-467-2024-18522	232.86	209.57
2	Infrastructure for Electricity access to Agl services in Warangal Rural & 2 other Districts	Warangal Rural, Jangoan and Mahabubabad	TL-TD-DIS-467-2024-18523	299.16	269.24
3	Infrastructure for Electricity access to Agl services in Karimnagar & 2 other Districts	Karimnagar, Khammam and Kothagudem	TL-TD-DIS-467-2024-18524	297.18	267.47
4	Infrastructure for Electricity access to Agl services in Kamareddy & 2 other Districts	Kamareddy, Nirmal and Mancherial	TL-TD-DIS-467-2024-18525	404.45	364.00
5	Infrastructure for Electricity access to Agl services in Nizamabad & Adilabad Districts	Nizamabad and Adilabad	TL-TD-DIS-467-2024-18526	247.45	222.70
Total				1481.10	1332.99

CMD/TGNPDCL/WGL

3958

06/07/24





Scheme Code No.: TL-TD-DIS-467-2024- (18522, 18523, 18524, 18525, 18526)

1. The aforesaid term loan is subject to the general terms and conditions set out in Annexure-I and subject to the following conditions.

- The borrower shall comply with the provisions of Public Procurement (Preference to Make in India) order of DPIIT dated 04.06.2020 and MoP directives dated 23rd July 2020 & 28th July 2020 or any amendments thereof.

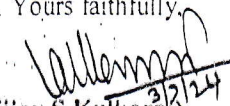
Details of project sanctioned are enclosed at Annexure A, B and C (1 to 5) along with Repayment Schedule (Annexure-D) and Consumer Awareness Literature. The loan would be further subject to the conditions as set out in the Rupee Term Loan Agreement (RTLA) to be executed between the borrower and REC.

2. The sanction letter is sent to you in duplicate and in case the above terms and conditions are acceptable to you, it is requested to return one copy of the same duly signed as token of acceptance of the terms and conditions of sanction within a period of thirty days from the date of receipt of this letter.
3. Borrower shall communicate to REC within 30 days from the date of receipt of this letter that the terms and conditions set out herein are acceptable to it. Unless the loan agreement and other documents relating to the above assistance are executed by the borrower in such form as may be required by REC within three months from the date of this letter, or within such further time as may be allowed by REC in its absolute discretion, this communication should not in any way be construed as giving rise to any binding obligation on the part of REC.
4. All the Annexures are deemed to be part of this letter.

You are requested to acknowledge the receipt of this letter.

Thanking You.

Yours faithfully,


(Vijay S Kulkarni)
Chief Program Manager

Encl.: As above (Page: 1 - 2b)

Copy for kind information to:

1. The Director (Projects), TGNPDCL, Warangal
2. The Director (Finance), TGNPDCL, Warangal
3. The Chief General Manager (Projects), TGNPDCL Warangal
4. The Chief General Manager (Finance), TGNPDCL, Warangal
5. The Company Secretary, TGNPDCL, Warangal
6. The Executive Director (SOP) REC, Gurugram.
7. The HoD (SoP), REC Ltd., Corporate Office, Gurugram-122001.
8. The HoD (F&A) Loans Division, REC, Corporate Office, Gurugram-122001.
9. Office Copy



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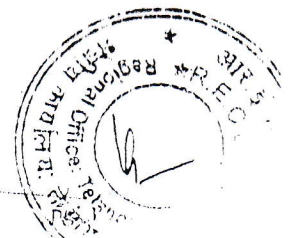
Annexure-I to Letter No REC/RO/HYD/Sanction-Letters/2024-25/ 313 dated 03-07-2024

General Terms and Conditions for T&D loans to State Sector Borrowers

1. Details of Sanctioned Loan:

S. No.	Name of the Schemes	Region	Scheme Period	Scheme code	(Amount in Cr)	
					Project Cost	Loan Amount (90% of Project cost)
1	Infrastructure for Electricity access to Agl services in Bhupalpally & 4 other Districts	Bhupalpally, Mulugu, Peddapally, Jagtial and Metpally	3 years	TL-TD-DIS-467-2024-18522	232.86	209.57
2	Infrastructure for Electricity access to Agl services in Warangal Rural & 2 other Districts	Warangal Rural, Jangoan and Mahabubabad	3 years	TL-TD-DIS-467-2024-18523	299.16	269.24
3	Infrastructure for Electricity access to Agl services in Karimnagar & 2 other Districts	Karimnagar, Khammam and Kothagudem	3 years	TL-TD-DIS-467-2024-18524	297.18	267.47
4	Infrastructure for Electricity access to Agl services in Kamareddy & 2 other Districts	Kamareddy, Nirmal and Mancherial	3 years	TL-TD-DIS-467-2024-18525	404.45	364.00
5	Infrastructure for Electricity access to Agl services in Nizamabad & Adilabad Districts	Nizamabad and Adilabad	3 years	TL-TD-DIS-467-2024-18526	247.45	222.70
Total:					1481.10	1332.99

- 2. Validity of sanction:** The sanction shall be valid for a period of six months from the date of issue of sanction letter, unless the loan agreement is executed to the satisfaction of the Rural Electrification Corporation Ltd (referred hereinafter as "REC" or "the Lender" or "the Corporation") within six months after complying with the Terms & Conditions as mentioned hereunder. However, the lender can extend validity period at its sole discretion on being satisfied for the reasons of delay furnished by the Borrower.
- 3. Loan Agreement:** The Borrower shall execute within six months time or such extended period, as the case may be, a Loan Agreement (referred hereinafter as "Rupee Term Loan Agreement" or "RTLA"), in the form prescribed by the Lender for this purpose.
- 4. Other Agreements:** The Borrower shall also execute such other agreements and documents as may be prescribed for the purpose by the Corporation and as may be necessary in terms of security provided by them, namely, Hypothecation Deed, Default escrow agreement etc., and the security/charge so created has to be registered with the Registrar of Companies (ROC), as applicable.





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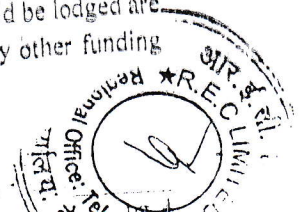
5. Scheme Implementation and Loan Disbursement Period:

- a) The Borrower shall complete the work relating to the scheme(s) within the implementation period of 36 months from the date of release of 1st instalment. This completion date (ending on date of first disbursement plus implementation period) would be the Scheduled Completion Date. Unless the Lender agrees otherwise, the Borrower's right to make draws from the Rupee Term Loan shall cease at end of scheme period by default. However, reimbursement claims submitted within a period of one month after the scheme period (hereinafter referred to as Availability period) will be considered for release.
- b) The Lender may agree to the request of the Borrower to extend the period of disbursement of loan and implementation of the project beyond the Scheduled Completion date. This date would be the Revised Completion Date after the extension is approved by REC. However, the period of moratorium and repayment of loan will continue to remain the same as per original terms of sanction and will not be affected by the continuation/ extension in the period of disbursement of loans and implementation of the project.
- c) Works completed within one year prior to issue of sanction letter is also admissible for reimbursement under the scheme.

6. Pre-Commitment Conditions:

The Borrower shall furnish the following certificates/undertakings at the time of execution of RTLA:

- a) The Loan documentation shall be carried out after filing of tariff petition for FY 2024-25 by TGNPDCL.
- b) The Loan documentation shall be carried out after issuance of True up order for FY 2022-23 by SERC.
- c) The Loan documentation shall be carried out after receipt of 100% payment of balance Govt. Department dues for FY 2023-24 by TGNPDCL.
- d) TGNPDCL shall undertake to adhere the revised trajectory for installation of pre-paid meters in Government offices to be approved by Ministry of Power.
- e) The Borrower shall undertake that in case of any cost overrun, the borrower shall bring required funds from its own sources.
- f) Borrower shall become KYC Compliant with REC's KYC policy before execution of the loan agreement between the Borrower and REC.
- g) The Borrower shall undertake that it shall provide information/documents as applicable from time to time for compliance with KYC policy of REC. Further, the Borrower undertakes to submit information/documents to REC in the event of any change in the information with respect to borrower, its Beneficial Owner(s) and Authorized Signatory(ies) as per KYC policy of REC.
- h) "That the loan applied for and being granted by the Lender to the Borrower is within the borrowing powers of the Borrower in accordance with the laws, by-laws and rules applicable to it and all formalities required by the laws/by laws, regulating the work and conduct of the Borrower in respect of such borrowing have been fully complied with; and shall be used exclusively for the purpose of project stated above for which this Rupee Loan has been sanctioned by the Lender".
- i) That all the works covered under this scheme are being financed by REC and certificate from the authorized Officer of the Borrower that the works for which the claims would be lodged are not being proposed to be financed from any other loan from REC or from any other funding agencies, including State Government.



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- j) That the assets created under the scheme, shall remain hypothecated to REC as per terms of agreement (wherever applicable).
- k) That Borrower is not a defaulter on its loans to REC.
- l) That the Borrower shall raise and proportionately invest equity portion (where applicable) along with REC loan & that they shall not utilize it for repayment/settlement of outstanding liabilities.
- m) That the Borrower will submit the implementation schedule and draw down schedule, when asked for.
- n) That the Borrower shall obtain all statutory and non-statutory clearances as applicable for implementation of the project.
- o) That the Borrower will create security as acceptable to REC.
- p) That only new and unused equipment will be used for the project;
- q) That in case of works involving replacement/augmentation of assets, the replaced assets are not already hypothecated to REC or any other lenders.

7. Pre-Disbursement and Disbursement conditions

Appendix-I to this Annexure enclosed.

8. Draw down schedule:

- a) The Borrower shall furnish to the Lender at the time of signing of RTLA, a quarter-wise schedule of drawl of this loan, the year being the financial year commencing April 1st and ending March 31st and the quarters being three months period beginning from 1st April, 1st July, 1st October and 1st January of each year.
- b) The Borrowers shall be allowed prospective revision of drawl schedule, once for every Financial Year during the Availability period, provided the request is received before 15th March of the previous FY.

9. Interest Rates & Interest Reset Period:

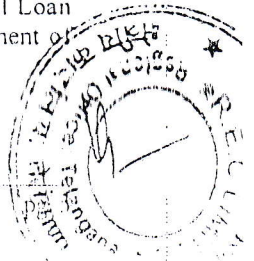
- a) The interest shall be charged on the loan as per the prevailing category of the utility/Borrower, at the rate prevailing on the date of each disbursement, subject to interest reset as per REC's latest loan policy circular. The present rate of interest on monthly rest basis is as under:

(i) With interest reset option after one years - @ 11.25% per annum OR

(ii) With interest reset option after three years - @ 11.50% per annum

The interest rates charged are as per categorisation/grading of the utility. The internal categorisation mechanism of REC grades the state sector utilities as A+, A, B or C. The published loan policy circular defines the interest rates applicable for various grades at any point of time. The categorisation/grading mechanism is done on the basis of the published annual reports, information provided by the utility, information collected by REC on various financial, regulatory and technical aspects. The interest rates quoted are for per annum on monthly rest.

- b) The Interest shall be payable monthly by the Borrower on 1st day of the month till the full Loan amount along with all other dues are paid to the Lender. There is no moratorium for payment of interest.





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- c) Interest on amounts outstanding (including overdue and penal interest) under the facility shall accrue from day to day and be calculated on the basis of the actual number of days elapsed on a year of 365 (three hundred sixty-five) days.
- d) Notwithstanding anything stated hereinbefore, it will be open to the Lender to periodically reduce or enhance the rate of interest in respect of loan instalments not disbursed up to the date of such revision. The revision in the rate of interest shall take effect from such date as may be notified by the Lender in this behalf.
- e) REC has the right to reset the interest rate on each tranche of disbursement on the date occurring immediately after the expiry of 1/3 years (as opted by the Borrower) from the date of disbursement of the tranche and on the expiry of every 1/3 years thereafter, till the loan is fully repaid. The Borrower shall intimate its option for reset period prior to execution of RTLA and the option once exercised shall be final and binding and cannot be modified at a later stage. In case no option is received, it shall be deemed that the Borrower has opted for three years reset.

10. Loan Repayment/ Moratorium Period

- a. The period of moratorium for repayment of principal shall be 36 months from the date of disbursement of first instalment of loan but the entire loan shall be repaid by the Borrower within a period of 156 months from the date of disbursement of the first instalment of loan. The principal instalment is payable in equal monthly instalments on 1st day of the month.
- b. The Borrower shall pay interest as indicated in clause (9) above during the period of moratorium. The repayment of principal thereafter will be effected on the basis of equal annual instalments and interest shall be calculated at the rates prescribed in clause (9) above on the amount outstanding.
- c. It shall be endeavor of the Borrower to ensure the realization of all payments due from them at the designated bank branch at New Delhi or other places as may be directed by the Lender on the dates on which same falls due or immediately preceding working day if such due date is a bank holiday at the recipient branch.
- d. It shall be endeavor of the Borrower to ensure the realization of all payments due from them at the designated bank branch at New Delhi or other places as may be directed by the Lender by the dates on which the same falls due. In case any due date of payment falls on a business holiday (at REC's Bank at New Delhi), Borrower may pay same on the succeeding business day. However, for the purpose of future interest calculation, credit for principal repayment shall be given only on the date of actual receipt or due date, whichever is later.

11. Interest and Liquidated damages on default amount

- a) In case of default in payment of any repayment instalment or payment of interest, fee and other monies on their respective due dates (the defaulted amount), the Borrower shall pay to the lender (for the period of default) interest on the defaulted amounts at the applicable interest rates and liquidated damages on the default amount prescribed under the REC policy (which is presently 2% p.a.), both compounded on quarterly basis.
- b) Further in the event of default in payment of interest and/or repayment of principal by the Borrower, subsequent receipts shall be appropriated as per the Accounting Policy of the Lender.



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- c) Further in case of such defaults, Lender shall have absolute rights to either enforce the entire or any part of securities created under the RTLA and/or to take possession of charged assets including entire or any part of plant/project and sell, transfer or dispose otherwise as the Lender may deem fit beside of taking necessary legal recourse as may be available to the Lender.
- d) The occurrence of default shall be judged during any stage of subsistence of RTLA by the lender at its sole discretion which shall be final.
- e) The Lender shall have right to call for premature repayment of entire or any part of outstanding Loan amount at any time during the currency of the RTL without assigning any reason, if Lender is satisfied that any of terms and conditions of this RTLA has been deviated/violated materially, or the loan amount has been used for the purpose other than the specified purpose, or no work is taken up in the project within one year after drawl of first instalment (unless otherwise approved for revival), or viability of the Project, financial strength of Promoters or the Security created herein has deteriorated substantially. And in such an event, the entire outstanding loan shall be immediately payable by the Borrower to the Lender along-with outstanding interest and applicable liquidated damages shall also be payable from the original date of disbursement of the loan.
- f) Notwithstanding anything stated above, the Lender reserves the right to cancel the commitments (i.e.) sanction loan amount or stand by facilities and credit lines, either fully or partially, unconditionally without prior notice at any time.

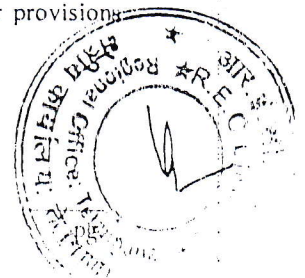
12. Prepayment:

The Borrower shall not prepay the outstanding amount of the Rupee Term Loan in full or in part unless the Lender gives its explicit consent for such repayment. Prepayment of the Rupee Term Loan shall be at the sole discretion and on the terms and conditions (including prepayment premium) as may be stated by the Lender on such request. **During the period of consideration of the Borrower's request/application for prepayment, the Borrower shall continue to service the loan/pay interest at the applicable rates.**

13. Service Tax, levies & duties and Other Costs & Expenses

All rates of interest / fees and other charges mentioned in this agreement are exclusive of service tax and / or any such other levies/ duties. Such service tax/ other levies/ duties, if any applicable, including stamp duties, court fee, professional fees, cost and charges for counsel/ advocate's fees for drafting, vetting of loan documents and rendering opinions, advice, creation of security, investigation of title, protection of the Lender's interests and expenses and fees incurred/ borne by the Lender for the monitoring and inspection of the project implementation/ operation by its representative and any other charges or surcharges as levied by the Government or any other statutory authorities on any Rupee Term payment under the loan or any other activity directly applicable to the Term Loan shall be payable by the Borrower to the Lender in addition to and in the manner of the Loan Repayment / Interest Payments.

The Borrower shall keep indemnified the Lender, at all times during the currency of the RTL, of any loss/ costs/ expenses suffered due to the conduct of Borrower or out of execution of intent RTLA or collection, preservation, disposing or otherwise dealing the offered Securities as per provisions herein.





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14. Security:

A. For loans to borrowers OTHER THAN State Governments and power departments under state governments

Mortgage/Hypothecation of 100% future assets to be created out of project cost sanctioned by REC, as per REC Policy. The value of securities shall not be less than 110% of the loan amount to cover the interest thereon and depreciation. The security by way of creation of charge on FUTURE ASSETS ONLY shall be accepted subject to the loan amount being restricted to 90% of the project cost.

Note:

Any of the above options/combinations of securities shall be acceptable to REC subject to the following conditions: -

- a) It shall be ensured that the total value of securities shall be 130% (except in case of option V&VII) of the loan amount sanctioned, to cover the loan amount sanctioned, interest thereon and depreciation in the value of assets charged.
- b) In the case of prior charge on assets to be mortgaged /hypothecated, it shall be ensured that first pari-passu charge will have to be to the extent of security coverage available in relation to the value to be charged.
- c) Borrower will also have the option, after moratorium period as provided in the sanction letter, to replenish Bank Guarantee with Mortgage/ Hypothecation of existing unencumbered fixed assets in proportion to the amount of loan repaid. Such replenishment may be allowed on annual basis at the discretion of REC, subject to the condition that at any given point of time the aggregate value of securities shall not be less than 130% of the loan amount sanctioned.
- d) If at any time during the currency of RTL, the Lender is of the opinion that the security provided by the Borrower has become inadequate to cover the balance of the loan then outstanding, the Borrower shall provide and furnish to the Lender additional security as may be acceptable to the Lender to cover such deficiency.
- e) In case of privatization of the Borrower, the entire dues of REC to be repaid in full or secured to the satisfaction of REC in the manner that REC would require.
- f) In case of charge on movable and immovable assets of the Borrower:
 - (i) First charge/pari-passu charge on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever reimbursement against land is taken from REC, it is subject to equitable mortgage irrespective of the option available in REC guidelines. To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow REC the right to inspect, take possession thereof and sell the same in accordance with the provisions of the Securitization Act.
 - (ii) Project assets to be created shall be Mortgaged/ hypothecated/Assigned in favour of REC, and further, BORROWER during the pendency of REC loan, shall not mortgage/hypothecate these assets in favour of any institution other than REC without prior written permission from REC.
 - (iii) It shall be endeavor for the Borrower to ensure registration of charge with the Registrar of Companies (ROC), and/or, with any other statutory authority in this regard, as the case may be, and shall furnish the necessary details and testimonials in this regard, before as well as after creation of securities, as required herein, and any further registration of charges with ROC/other statutory authorities shall be done only with prior approval of the Lender.



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B. For loans to borrowers who are State Governments and power departments under state governments

Loans to T&D projects of State Governments and Power departments under State Governments, shall be deemed to be state government guaranteed, and hence additional security like mortgage/hypothecation of assets or any separate government guarantee will not be applicable. However, the State Government shall be responsible for repayment of the loan, and make provision in the annual plan/budget of the Power Department towards loan liabilities of REC, every year till the complete repayment of the loan."

15. Other Conditions

Payment Security Mechanism:

- a) As payment security during the construction stage and during the loan repayment period, Borrower shall make operational a default Escrow arrangement to the satisfaction of REC.
- b) The escrow account to be opened will be exclusively in favour of the lender for the due amount.
- c) Default escrow to be provided by the utility to the satisfaction of REC.

16. Project Progress Reports & Inspection

- a) The Borrower should furnish quarterly progress report and provide other information on the progress of work, including photographs if any, of the project in the prescribed stages of project implementation/ financial progress.
- b) It will be open to the Lender to arrange for inspection/monitoring of the implementation of the project at all stages in respect of such matters as may be considered necessary and expedient either by itself or by monitoring agencies including institutions/individuals as may be appointed by the Lender. In particular, the inspection/monitoring envisaged will include the following:
 - i) Arrangements for organization, materials/equipment purchased, according to specifications and verification of quality of materials/equipment.
 - ii) Proper modification/ improvements of the Transmission / Distribution network, inventory of the material utilized, submission of reports on pre and post efficiency measurements.
- c) The officers/staff/consultants deputed by the Lender for the inspection/monitoring of matters relating to the project shall have access to such books and records of the Borrower as may be deemed necessary by them. The Borrower shall also furnish such reports on its working either in general or in specific relating to the Project financed by the Lender in the manner prescribed by the Lender from time to time.
- d) The Borrower will carry out and comply with such further changes, modifications, improvements and/or guidelines as may be given by the Lender in the course of or on the basis of inspections so undertaken for the purpose of more effective and proper implementation of the project.
- e) The Borrower will furnish to the Lender such reports, returns, information, statements etc. at such intervals and in such manner as may be prescribed by the Lender from time to time in regard to implementation of the Project.
- f) The Borrower will permit and depute its officers and other employees as may be considered necessary by the Lender for the purpose of providing training from time to time in the procedures to be followed for making modifications/improvements in the project as may be considered relevant by the Lender.





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17. Loan Assignment

The Borrower agrees that the Lender shall be fully empowered to assign the debt and the benefit of this loan, guarantees and the securities to be created for the loans to the Government of India, RBI or any other institution as security of any refinance/arrangement which may be worked out by the Lender with such organization in respect of the loan and the Borrower shall, as and when required by the Lender, join in doing and executing all such acts, deeds, documents and assurances as the Lender may require for effectuation of such assignment.

18. Project Clearances

The Borrower shall obtain all applicable statutory and other clearances from the Central/State Govt. and all other agencies required for implementation of the Project and installation of plant and systems.

19. Other Terms & Conditions

The Borrower shall always ensure that:

- a) REC reserves the right to specify additional requirement by REC, in security package if any, in terms & conditions and loan documents.
- b) BORROWER shall keep REC informed about any happening/events which shall have a substantial effect on the business of the Borrower & shall provide necessary information, in case of any new project/expansion of existing project taken up during the currency of REC loan. REC shall have the right to cancel/recall the entire loan in case of misrepresentation/ suppression of information, if any noticed at any stage.
- c) In case the project is abandoned/stuck-up by any of the reason, BORROWER shall be bound to repay its entire outstanding loan amount immediately.
- d) BORROWER not to transfer or abandon the project at any stage or in any manner whatsoever without prior written consent of REC.
- e) BORROWER will be required to display board at the site showing that the project is financed by REC.
- f) No dividend would be declared by BORROWER if there is any default to the REC's loan.
- g) The borrower shall comply with the provisions of Public Procurement (Preference to Make in India) order of DPIIT dated 04.06.2020 and MoP directives dated 23rd & 28th July 2020 or any amendments thereof.

20. Maintenance of Books of Accounts and Audit thereof

The Borrower shall maintain all the time during subsistence of RTLA, proper accounts and other records and prepare annual financial statements and get them audited as are required by Indian Companies Act or other relevant law and shall furnish to the lender the Unaudited Financial Statements within 3 months and Audited Financial Statements within 7 months from the close of relevant accounting years.

21. Demand Notice

The Lender shall send demand notice of the amount falling due to be paid by the Borrower to the Lender at least 7 business days in advance to the Due Dates of such payments solely for the convenience of the Borrower. However, any delay or absence of such demand notices shall not absolve the Borrower of their obligations under RTLA.



22. REC's Liability Rested

Notwithstanding to above and hereafter, the REC shall not be liable for any direct or indirect loss/ damage/ injury to the property, manpower or business of the Borrower or their affiliates caused due to the act, negligence, misconduct or omission of the Lender or its representative(s) except as defined herein or by virtue of any prevalent law.

23. Interpretation

The decision of Chairman & Managing Director of REC Ltd. in all matters including interpretation of any clause relating to the RTLA shall be final and binding on the Borrower.





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Appendix-I

1. Conditions to be fulfilled before start of disbursement

- (i) Creation of security as per REC policy and execution of the prescribed loan and security documents.
- (ii) fulfilment/compliance of all terms and conditions for such disbursement as per the clauses of the sanction letter
- (iii) Acquisition of land for sub stations for which disbursement of loan against the substation is requested (wherever applicable).

2. General Conditions for disbursement

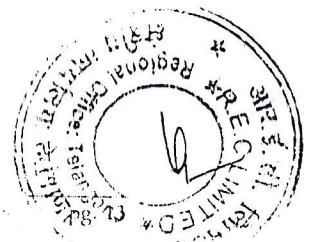
- (i) Mobilisation advance to the utility/borrower and advance to be paid to turnkey contractor will be disbursed by REC only in case of availability of adequate upfront security (existing assets, Govt Guarantee (GG), Bank Guarantee (BG), etc. and on submission of audited invoice for such payment of advance.
- (ii) In case of advance payment, the extent of advance would be limited to:
 - a) Loan amount more than Rs. 100 cr – up to 10% of loan amount
 - b) Loan amount more than Rs. 50 cr but is up to Rs. 100 cr – Up to 15% of the loan amount
 - c) Loan amount up to Rs. 50 cr – Up to 20% of loan amount.
- (iii) Any disbursements by REC against the project shall be on pro rata reimbursement basis for completed works/material supplied/erection work completed (as applicable) based on the progress report duly approved and signed by the borrower or based on bills paid to contractor or invoice value for equipment/material, as applicable.
- (iv) In case of reimbursement based on progress report submitted by the utility (i.e reimbursement based on cost data approved at sanction), claims can also be admitted against receipt of material at site, only for those items where separate cost of material is identifiable and if the Claim is supported by a certificate from the utility for a) receipt of the material at site, (b) quantum of supply of material, c) rate and d) that no other finance has been obtained for the item from other Banks/FIs. Claim admitted and released on this basis shall be deducted from the actual claim after total works of each item is completed and becomes payable as per reimbursement norms of REC.
- (v) Direct payment to contractors/suppliers is permissible, if desired by the utility, as per prevailing policy of REC from time to time.
- (vi) In case the award cost of the project, together with any establishment/administration/other costs as permitted by the regulator for capitalization against the project, is less than the sanctioned project cost, REC's reimbursement would be limited to such actual award cost plus establishment/administration/other costs as permitted by the regulator for capitalization against the project (needs to be substantiated by suitable approval for extent of such overheads by Director/Board of utility/Borrower). In case of awarded cost is more than the sanction cost, if the utility requests for reimbursement on the higher cost, decision will be taken at the time depending on the merits of the case. In case of reduced award cost, the milestones in monitoring guidelines will be applicable with respect to the final award cost.



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- (vii) In case the specific scheme cost is subsequently reduced by the regulator, the utility shall inform REC and the loan by REC would be accordingly modified/reduced. In case the scheme cost approved by the regulator is more than the scheme cost sanctioned, and if the utility requests for additional loan, decision will be taken at that time depending on the merits of the case.
- (viii) Physical progress made against the scheme within one year prior to actual sanction, could be considered as permissible expenditure for reimbursement. Claims submitted within a period of one month after the completion of scheme period, for works done within the scheme period will be considered for release. In this case, scheme completion period is the scheme implementation period sanctioned, reckoned from the date of first disbursement.
- (ix) In case of SPA schemes, the 1st installment of loan will be released on closure of operations under ongoing scheme in that area.
- (x) The RAPDRP projects will not be eligible for first instalment as advance as GoI loan of 15% is provided upfront to the utility. REC shall release the funds against the 75% of the counterpart funding, based on the progress submitted by the utility, only after the expenditure against the project has exceeded 15% of the cost of the project. The utility shall certify that the 15% advance disbursed by GoI has been utilized only for that project for which it was given, at the time of submission of the first claim.
- (xi) For R-APDRP Projects, the period for completion of the project, loan closing date and date for admissibility of claims for expenditure shall be as per PFC/GoI sanction.
- (xii) For APDRP schemes, in case the scheme cost is revised subsequently by the Steering Committee, the utility would furnish the details thereof. In case of reduction in scheme cost approved by the Steering Committee vis-à-vis the original cost, the loan would be accordingly reduced to 75% of the revised cost. In case of increase in the scheme cost approved by the Steering Committee, and if the utility requests for additional loan, decision will be taken at that time depending on the merits of the case.
- (xiii) For Bulk Loan Schemes, the release would be up to 90% of the invoice value of the equipment/material supplied, after pro-rata adjustment of initial advance if any. Each claim shall also be supported by the following documents:
 - a. The original invoice, along with a copy of the invoice for each consignment, should be attached with the claim duly approved and signed by the authorized officer of the Division/Circle of the Board/utility. The original invoice will be returned to the borrower after the following certificate is recorded prominently on each page of the same by the concerned CPM/ZM:

"All the material/equipment, under this invoice are being financed by the REC under scheme code no. _____."
 - b. A certificate from the authorized officer of the Division/ Circle of the Utility/Board that the equipment/material have been duly received in good order and have been issued or under issue to the field officer for installation should support this.
 - c. A certificate from the authorized officer of the borrower that the equipment/material, for which the claim is being lodged, have not been or are not proposed to be financed from any other loan from REC or any other funding agency, including the State Govt.
 - d. 10% of the retained individual invoice value, would be released after the borrower certifies that equipment/material has actually been installed in the field.





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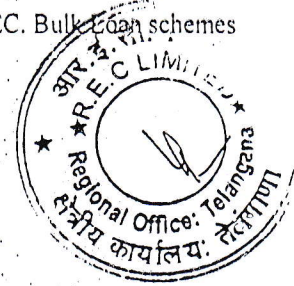
3. Special conditions (applicable only to integrated SEBs and single DISCOM states where exposure is beyond REC's permitted net worth)

- a. Where the existing AT&C losses are more than 30%, the borrowing entity shall undertake to bring down losses by a minimum 2% per annum for that entity till it reaches the level of 30%; and
- b. Where the existing AT&C losses are less than 30% but more than 20%, the borrowing entity shall undertake to bring down losses by a minimum 1% per annum for that entity till it reaches the level of 20%.
- c. The base data for AT&C losses referred to in (a) & (b) above would be 31st March of the financial year in which the project is sanctioned.

Accordingly, utility would undertake to bring down the losses as per above stipulations, by way of a certificate to be furnished each FY.

4. Monitoring

Monitoring of project shall be as per the applicable monitoring guidelines of REC. Bulk Loan schemes are exempt from monitoring.

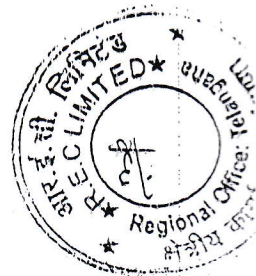


Annexure - A

2024-25

NAME OF UTILITY:		Northern Power Distribution Company of Telangana Limited(TGNPDCL)					
Sl. No.	Name of the Scheme	Category	District	Scheme code no.	Project Cost (Excluding Consumer Contribution)	Loan Amount (90% of Project Cost) (*)	Scheme Period
1	2	3	4	5	7	10	6
1	Infrastructure for Electricity access to Agl services in Bhupalpally & 4 other Districts	SI(Dist.)	5 Districts	TL-TD-DIS-467-2024-18522	232.86	209.57	3 Years
2	Infrastructure for Electricity access to Agl services in Warangal Rural & 2 other Districts	SI(Dist.)	3 Districts	TL-TD-DIS-467-2024-18523	299.16	269.25	3 Years
3	Infrastructure for Electricity access to Agl services in Karimnagar & 2 other Districts	SI(Dist.)	3 Districts	TL-TD-DIS-467-2024-18524	297.18	267.47	3 Years
4	Infrastructure for Electricity access to Agl services in Kamareddy & 2 other Districts	SI(Dist.)	3 Districts	TL-TD-DIS-467-2024-18525	404.45	364.00	3 Years
5	Infrastructure for Electricity access to Agl services in Nizamabad & Adilabad Districts	SI(Dist.)	2 Districts	TL-TD-DIS-467-2024-18526	247.45	222.70	3 Years
	Total:				1481.10	1332.99	

(*) Loan amount restricted to 90% of Project cost as the security offered is 100% Hypothecation of future assets.



NAME OF UTILITY		Northern Power Distribution Company of Telangana Limited (NTPDCL)																
Sl. No.	Name of the Scheme	District	Scheme Code	Pumpset service proposed						Erection of works (proposed)								
				5 HP		7.5 HP		Total KW		HT Lines	LT Lines	Distribution S/S						
				Nos.	Capacity (in HP)	Nos.	Capacity (in HP)			kms	kms	Nos.	Capacity (in KVA)	Nos.	Capacity (in KVA)	Nos.	Capacity (in KVA)	Total KVA
1	2	3	4	6	7	8	9	10	11	12	13	14	15	16	17	18	19	
1	Infrastructure for Electricity access to Ayl services in Bhuppalpally & 4 other Districts	5 Districts	11-11D-DIS-467-2024-18522	17731	5	138	7.5	66999	961.55	1786.90	3157	25	188	63	0	100	90769	
2	Infrastructure for Electricity access to Ayl services in Marangal Rural & 2 other Districts	3 Districts	11-11D-DIS-467-2024-18523	19327	5	3362	7.5	98000	1222.20	2368.90	3555	25	407	63	129	100	127416	
3	Infrastructure for Electricity access to Ayl services in Karamnagar & 2 other Districts	3 Districts	11-11D-DIS-467-2024-18524	21957	5	0	7.5	81900	1302.90	2195.70	4098	25	171	63	0	100	113223	
4	Infrastructure for Electricity access to Ayl services in Namareddy & 2 other Districts	3 Districts	11-11D-DIS-467-2024-18525	30288	5	0	7.5	112974	1601.90	3316.80	5204	25	410	63	0	100	135930	
5	Infrastructure for Electricity access to Ayl services in Nizamabad & Adilabad Districts	2 Districts	11-11D-DIS-467-2024-18526	18771	5	0	7.5	70016	1040.40	1877.10	3120	25	328	63	0	100	98664	
Total				108074		3500		422699	6129	11445	19134		1504		129		586002	



Infrastructure for Electricity access to Agl services in Bhupalpalay & 4 other Districts

TL-TD-DIS-467-2024-18522

Scheme Code No:

Name of the Utility:

TGNPDCL
Telangana

State:

Category:

IE (Distribution)

S. No	Description of Items	Unit	Qty	Rate (Rs. in Lakhs)	Amount (Rs. in Lakhs)
1	Erection of 11KV Lines with 55 Sqmm AAAC	Km	961.55	5.5980	5382.757
2	LT 3 - phase 4 W/L AAAC 34 Sq.mm (Kms)	Km	1786.90	3.2240	5760.966
4	Distribution Transformers(No./KVA)	Nos	3157	1.9670	6209.819
a	25KVA	Nos	188	3.4530	649.164
b	63KVA	Nos			0.000
5	Installation of AGL Service connections(Pump-Sets)				
a	5 HP	Nos	17731	0.05125	908.714
b	7.5 HP	Nos	138	0.07690	10.612
Project Cost excl. IDC::					18922.03
Estimated IDC					4363.89
Project Cost incl. IDC::					23285.92
Loan amount (90% of Project Cost)					20957.33

Infrastructure for Electricity access to Agri services in Warangal Rural & 2 other Districts

Infrastructure for Electricity access to Agri services in Warangal Rural & 2 other Districts					
Scheme Code No:		TL-TD-DIS-467-2024-18523			
Name of the Utility:		TGNPDCL			
State:		Telangana			
Category:		IE (Distribution)			
S. No	Description of Items	Unit	Qty	Rate (Rs. in Lakhs)	Amount (Rs. in Lakhs)
1	Erection of 11kV Lines with 55 Sqmm AAAC	Km	1222.20	5.5980	6841.88
2	L.T 3 - phase 4 W/L AAAC 34 Sq mm (Kms)	Km	2268.90	3.2240	7314.93
3	Distribution Transformers(No./KVA)				0.00
a	25KVA	Nos	3555	1.9670	6992.69
b	63KVA	Nos	407	3.4530	1405.37
c	100KVA	Nos	129	3.9220	505.94
4	Installation of AGI Service connections(Pump-Sets)				0.00
a	5 HP	Nos	19327	0.0513	990.51
b	7.5HP	Nos	3362	0.0769	258.45
Project Cost excl IDC::					
Estimated IDC :					24309.77
Project Cost Including IDC :					5606.44
Loan amount (90% of Project Cost)					29916.21
					26924.58



Infrastructure for Electricity access to Agri services in Karimnagar & 2 other Districts

Scheme Code No:		TL-TD-DIS-467-2024-18524			
Name of the Utility:		TGNPDCL			
State:		Telangana			
Category:		IE (Distribution)			
S. No	Description of Items	Unit	Qty	Rate (Rs. in Lakhs)	Amount (Rs. in Lakhs)
1	Erection of 11kV Lines with 55 Sqmm A.A.AC	Km	1302.90	5.5980	7293.63
2	L.T 3 - phase 4 W/L A.A.AC 34 Sqmm (Kms)	Km	2195.70	3.2240	7078.94
3	Distribution Transformers(No./KV.A)				
a	25kVA	Nos	4098	1.9670	8060.77
b	63kVA	Nos	171	3.4530	590.46
4	Installation of AGL Service connections(Pump-Sets)				0.00
a	5 HP	Nos	21957	0.0513	1125.30
Project Cost excl. IDC::					24149.10
Estimated IDC :					5569.39
Project Cost Including IDC :					29718.48
Loan amount (90% of Project Cost)					26746.63



Infrastructure for Electricity access to Agri services in Kamareddy & 2 other Districts

Scheme Code No:						TL-JD-DIS-467-2024-18525
Name of the Utility:						TGNPDCL
State:						Telangana
Category:						IE (Distribution)
S. No	Description of Items	Unit	Qty	Rate (Rs. in Lakhs)	Amount (Rs. in Lakhs)	
1	Direction of 11kV Lines with 55 Sqmm A.A.C	Km	1601.90	5.598	8967.44	
2	L.T-3 - phase 4 W/T, A.A.C 34 Sq.mm (Kms)	Km	3316.80	3.224	10693.36	
3	Distribution Transformers(No./KVA)				0.00	
a	25kVA	Nos	5204	1.967	10236.27	
b	63kVA	Nos	410	3.453	1415.73	
4	Installation of AGL Service connections(Pump Sets)				0.00	
a	5 HP	Nos	30288	0.0513	1552.26	
Project Cost excl. IDC::						32865.06
Estimated IDC :						7579.50
Project Cost Including IDC :						40444.56
Loan amount (90% of Project Cost)						36400.11



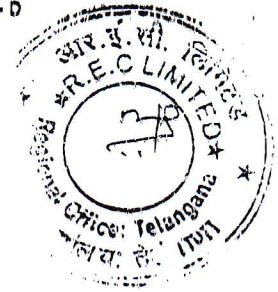
Infrastructure for Electricity access to Agri services in Nizamabad & Adilabad Districts

Infrastructure for Electricity access to Agri services in Nizamabad & Adilabad Districts					
Scheme Code No:		TL-1D-DIS-467-2024-18526			
Name of the Utility:		TGNPDCL			
State:		Telangana			
Category:		IE (Distribution)			
S. No	Description of Items	Unit	Qty	Rate (Rs. in Lakhs)	Amount (Rs. in Lakhs)
1	Erection of 11kV Lines with 55 Sqmm AAAC	Km	1046.40	5.598	5824.16
2	LT 3 - phase 4 W/L AAAC 34 Sqmm (Kms)	Km	1877.10	3.224	6051.77
3	Distribution Transformers(No./KVA)				
a	25kVA	Nos	3120	1.967	6137.04
b	63kVA	Nos	328	3.453	1132.58
4	Installation of AGL Service connections(Pump-Sets)				
a	5 HP	Nos	18771	0.0513	962.01
Project Cost excl. IDC:		20107.57			
Estimated IDC:		4637.31			
Project Cost Including IDC:		24744.88			
Loan amount (90% of Project Cost)		22270.39			



Scheme Code	LCID-PIE-467-2024-18522, 18523, 18524, 18525, 18526
Loan Amount (in Rs. Cr.)	1,332.99
Date of Sanction	02-07-2024
Date of First Disbursement (Assuming date of first disbursement date as 180 days from date of sanction)	29-12-2024
Moratorium Period	29-12-2027
No. of Instalments	120
Applicable rate of Interest on the date of sanction	11.25%

Annexure - D



Repayment Schedule									
Instalment No	Month Start	Month End	FY	Opening Debt	Principal Repayment Instalment		Closing Debt	Interest	Interest + Principal
					%	Amount			
1	01-02-2027	28-02-2027	2027	1,332.99	0.83%	11.11	1,321.88	12.50	23.61
2	01-03-2027	31-03-2027	2027	1,321.88	0.83%	11.11	1,310.77	12.50	23.50
3	01-04-2027	30-04-2027	2028	1,310.77	0.83%	11.11	1,299.67	12.29	23.40
4	01-05-2027	31-05-2027	2028	1,299.67	0.83%	11.11	1,288.56	12.18	23.29
5	01-06-2027	30-06-2027	2028	1,288.56	0.83%	11.11	1,277.45	12.08	23.19
6	01-07-2027	31-07-2027	2028	1,277.45	0.83%	11.11	1,266.34	11.98	23.08
7	01-08-2027	31-08-2027	2028	1,266.34	0.83%	11.11	1,255.23	11.87	22.98
8	01-09-2027	30-09-2027	2028	1,255.23	0.83%	11.11	1,244.12	11.77	22.88
9	01-10-2027	31-10-2027	2028	1,244.12	0.83%	11.11	1,233.02	11.66	22.77
10	01-11-2027	30-11-2027	2028	1,233.02	0.83%	11.11	1,221.91	11.56	22.67
11	01-12-2027	31-12-2027	2028	1,221.91	0.83%	11.11	1,210.80	11.46	22.56
12	01-01-2028	31-01-2028	2028	1,210.80	0.83%	11.11	1,199.69	11.35	22.46
13	01-02-2028	29-02-2028	2028	1,199.69	0.83%	11.11	1,188.58	11.25	22.36
14	01-03-2028	31-03-2028	2028	1,188.58	0.83%	11.11	1,177.47	11.14	22.25
15	01-04-2028	30-04-2028	2029	1,177.47	0.83%	11.11	1,166.37	11.04	22.15
16	01-05-2028	31-05-2028	2029	1,166.37	0.83%	11.11	1,155.26	10.93	22.04
17	01-06-2028	30-06-2028	2029	1,155.26	0.83%	11.11	1,144.15	10.83	21.94
18	01-07-2028	31-07-2028	2029	1,144.15	0.83%	11.11	1,133.04	10.73	21.83
19	01-08-2028	31-08-2028	2029	1,133.04	0.83%	11.11	1,121.93	10.62	21.73
20	01-09-2028	30-09-2028	2029	1,121.93	0.83%	11.11	1,110.83	10.52	21.63
21	01-10-2028	31-10-2028	2029	1,110.83	0.83%	11.11	1,099.72	10.41	21.52
22	01-11-2028	30-11-2028	2029	1,099.72	0.83%	11.11	1,088.61	10.31	21.42
23	01-12-2028	31-12-2028	2029	1,088.61	0.83%	11.11	1,077.50	10.21	21.31
24	01-01-2029	31-01-2029	2029	1,077.50	0.83%	11.11	1,066.39	10.10	21.21
25	01-02-2029	29-02-2029	2029	1,066.39	0.83%	11.11	1,055.28	10.00	21.11
26	01-03-2029	31-03-2029	2029	1,055.28	0.83%	11.11	1,044.18	9.89	21.00
27	01-04-2029	30-04-2029	2030	1,044.18	0.83%	11.11	1,033.07	9.79	20.90
28	01-05-2029	31-05-2029	2030	1,033.07	0.83%	11.11	1,021.96	9.69	20.79
29	01-06-2029	30-06-2029	2030	1,021.96	0.83%	11.11	1,010.85	9.58	20.69
30	01-07-2029	31-07-2029	2030	1,010.85	0.83%	11.11	999.74	9.48	20.59
31	01-08-2029	31-08-2029	2030	999.74	0.83%	11.11	988.63	9.37	20.48
32	01-09-2029	30-09-2029	2030	988.63	0.83%	11.11	977.53	9.27	20.38
33	01-10-2029	31-10-2029	2030	977.53	0.83%	11.11	966.42	9.16	20.27
34	01-11-2029	30-11-2029	2030	966.42	0.83%	11.11	955.31	9.06	20.17
35	01-12-2029	31-12-2029	2030	955.31	0.83%	11.11	944.20	8.96	20.06
36	01-01-2030	31-01-2030	2030	944.20	0.83%	11.11	933.09	8.85	19.96
37	01-02-2030	28-02-2030	2030	933.09	0.83%	11.11	921.98	8.75	19.85
38	01-03-2030	31-03-2030	2030	921.98	0.83%	11.11	910.88	8.64	19.75
39	01-04-2030	30-04-2030	2031	910.88	0.83%	11.11	899.77	8.54	19.65
40	01-05-2030	31-05-2030	2031	899.77	0.83%	11.11	888.66	8.44	19.54
41	01-06-2030	30-06-2030	2031	888.66	0.83%	11.11	877.55	8.33	19.44
42	01-07-2030	31-07-2030	2031	877.55	0.83%	11.11	866.44	8.23	19.34
43	01-08-2030	31-08-2030	2031	866.44	0.83%	11.11	855.34	8.12	19.23
44	01-09-2030	30-09-2030	2031	855.34	0.83%	11.11	844.23	8.02	19.13
45	01-10-2030	31-10-2030	2031	844.23	0.83%	11.11	833.12	7.91	19.02
46	01-11-2030	30-11-2030	2031	833.12	0.83%	11.11	822.01	7.81	18.92
47	01-12-2030	31-12-2030	2031	822.01	0.83%	11.11	810.90	7.71	18.81

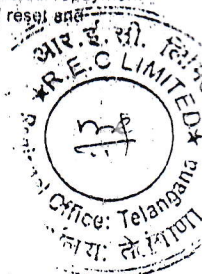
Instalment No	Month Start	Month End	FY	Opening Debt	Principal Repayment		Closing Debt	Interest	Interest + Principal
					%	Amount			
48	01-01-2031	31-01-2031	2031	810.90	0.83%	11.11	799.79	7.60	18.71
49	01-02-2031	28-02-2031	2031	799.79	0.83%	11.11	788.60	7.50	18.61
50	01-03-2031	31-03-2031	2031	788.69	0.83%	11.11	777.58	7.39	18.50
51	01-04-2031	30-04-2031	2032	777.58	0.83%	11.11	766.47	7.29	18.40
52	01-05-2031	31-05-2031	2032	766.47	0.83%	11.11	755.36	7.19	18.29
53	01-06-2031	30-06-2031	2032	755.36	0.83%	11.11	744.25	7.08	18.19
54	01-07-2031	31-07-2031	2032	744.25	0.83%	11.11	733.14	6.98	18.09
55	01-08-2031	31-08-2031	2032	733.14	0.83%	11.11	722.04	6.87	17.98
56	01-09-2031	30-09-2031	2032	722.04	0.83%	11.11	710.93	6.77	17.88
57	01-10-2031	31-10-2031	2032	710.93	0.83%	11.11	699.82	6.66	17.77
58	01-11-2031	30-11-2031	2032	699.82	0.83%	11.11	688.71	6.56	17.67
59	01-12-2031	31-12-2031	2032	688.71	0.83%	11.11	677.60	6.46	17.56
60	01-01-2032	31-01-2032	2032	677.60	0.83%	11.11	666.50	6.35	17.46
61	01-02-2032	29-02-2032	2032	666.50	0.83%	11.11	655.39	6.25	17.36
62	01-03-2032	31-03-2032	2032	655.39	0.83%	11.11	644.29	6.14	17.25
63	01-04-2032	30-04-2032	2033	644.28	0.83%	11.11	633.17	6.04	17.15
64	01-05-2032	31-05-2032	2033	633.17	0.83%	11.11	622.06	5.94	17.04
65	01-06-2032	30-06-2032	2033	622.06	0.83%	11.11	610.95	5.83	16.94
66	01-07-2032	31-07-2032	2033	610.95	0.83%	11.11	599.85	5.73	16.84
67	01-08-2032	31-08-2032	2033	599.85	0.83%	11.11	588.74	5.62	16.73
68	01-09-2032	30-09-2032	2033	588.74	0.83%	11.11	577.63	5.52	16.63
69	01-10-2032	31-10-2032	2033	577.63	0.83%	11.11	566.52	5.42	16.52
70	01-11-2032	30-11-2032	2033	566.52	0.83%	11.11	555.41	5.31	16.42
71	01-12-2032	31-12-2032	2033	555.41	0.83%	11.11	544.30	5.21	16.32
72	01-01-2033	31-01-2033	2033	544.30	0.83%	11.11	533.20	5.10	16.21
73	01-02-2033	28-02-2033	2033	533.20	0.83%	11.11	522.09	5.00	16.11
74	01-03-2033	31-03-2033	2033	522.09	0.83%	11.11	510.98	4.89	16.00
75	01-04-2033	30-04-2033	2034	510.99	0.83%	11.11	499.87	4.79	15.90
76	01-05-2033	31-05-2033	2034	499.87	0.83%	11.11	488.76	4.69	15.79
77	01-06-2033	30-06-2033	2034	488.76	0.83%	11.11	477.65	4.58	15.69
78	01-07-2033	31-07-2033	2034	477.65	0.83%	11.11	466.55	4.48	15.59
79	01-08-2033	31-08-2033	2034	466.55	0.83%	11.11	455.44	4.37	15.48
80	01-09-2033	30-09-2033	2034	455.44	0.83%	11.11	444.33	4.27	15.38
81	01-10-2033	31-10-2033	2034	444.33	0.83%	11.11	433.22	4.17	15.27
82	01-11-2033	30-11-2033	2034	433.22	0.83%	11.11	422.11	4.06	15.17
83	01-12-2033	31-12-2033	2034	422.11	0.83%	11.11	411.01	3.96	15.07
84	01-01-2034	31-01-2034	2034	411.01	0.83%	11.11	399.90	3.85	14.96
85	01-02-2034	28-02-2034	2034	399.90	0.83%	11.11	388.79	3.75	14.86
86	01-03-2034	31-03-2034	2034	388.79	0.83%	11.11	377.68	3.64	14.75
87	01-04-2034	30-04-2034	2035	377.68	0.83%	11.11	366.57	3.54	14.65
88	01-05-2034	31-05-2034	2035	366.57	0.83%	11.11	355.46	3.44	14.54
89	01-06-2034	30-06-2034	2035	355.46	0.83%	11.11	344.36	3.33	14.44
90	01-07-2034	31-07-2034	2035	344.36	0.83%	11.11	333.25	3.23	14.34
91	01-08-2034	31-08-2034	2035	333.25	0.83%	11.11	322.14	3.12	14.23
92	01-09-2034	30-09-2034	2035	322.14	0.83%	11.11	311.03	3.02	14.13
93	01-10-2034	31-10-2034	2035	311.03	0.83%	11.11	299.92	2.92	14.02
94	01-11-2034	30-11-2034	2035	299.92	0.83%	11.11	288.81	2.81	13.92
95	01-12-2034	31-12-2034	2035	288.81	0.83%	11.11	277.71	2.71	13.82
96	01-01-2035	31-01-2035	2035	277.71	0.83%	11.11	266.60	2.60	13.71
97	01-02-2035	28-02-2035	2035	266.60	0.83%	11.11	255.49	2.50	13.61
98	01-03-2035	31-03-2035	2035	255.49	0.83%	11.11	244.38	2.40	13.50
99	01-04-2035	30-04-2035	2036	244.38	0.83%	11.11	233.27	2.29	13.40
100	01-05-2035	31-05-2035	2036	233.27	0.83%	11.11	222.17	2.19	13.30
101	01-06-2035	30-06-2035	2036	222.17	0.83%	11.11	211.06	2.08	13.19
102	01-07-2035	31-07-2035	2036	211.06	0.83%	11.11	199.95	1.98	13.09
103	01-08-2035	31-08-2035	2036	199.95	0.83%	11.11	188.84	1.87	12.98
104	01-09-2035	30-09-2035	2036	188.84	0.83%	11.11	177.73	1.77	12.88
105	01-10-2035	31-10-2035	2036	177.73	0.83%	11.11	166.62	1.67	12.77
106	01-11-2035	30-11-2035	2036	166.62	0.83%	11.11	155.52	1.56	12.67
107	01-12-2035	31-12-2035	2036	155.52	0.83%	11.11	144.41	1.46	12.57
108	01-01-2036	31-01-2036	2036	144.41	0.83%	11.11	133.30	1.35	12.46
109	01-02-2036	29-02-2036	2036	133.30	0.83%	11.11	122.19	1.25	12.36
110	01-03-2036	31-03-2036	2036	122.19	0.83%	11.11	111.08	1.15	12.25
111	01-04-2036	30-04-2036	2037	111.08	0.83%	11.11	99.97	1.04	12.15
112	01-05-2036	31-05-2036	2037	99.97	0.83%	11.11	88.87	0.94	12.05
113	01-06-2036	30-06-2036	2037	88.87	0.83%	11.11	77.76	0.83	11.94
114	01-07-2036	31-07-2036	2037	77.76	0.83%	11.11	66.65	0.73	11.84
115	01-08-2036	31-08-2036	2037	66.65	0.83%	11.11	55.54	0.62	11.73
116	01-09-2036	30-09-2036	2037	55.54	0.83%	11.11	44.43	0.52	11.63
117	01-10-2036	31-10-2036	2037	44.43	0.83%	11.11	33.32	0.42	11.52
118	01-11-2036	30-11-2036	2037	33.32	0.83%	11.11	22.22	0.31	11.42
119	01-12-2036	31-12-2036	2037	22.22	0.83%	11.11	11.11	0.21	11.32

Instalment No	Month Start	Month End	FY	Opening Debt	Principal Repayment Instalment		Closing Debt	Interest	Interest + Principal
					%	Amount			
120	01-01-2037	31-01-2037	2037	11.11	0.83%	11.11	0.00	0.10	11.21

1. For every month, due date of payment will be the the 1st day of the following month.

2. The above repayment schedule is tentative and based on the interest rate applicable as on the date of issuance of sanction letter. The actual repayment schedule may change based on date of disbursement, amount of disbursement, interest rate prevailing as on the date of disbursement/ reset and moratorium period etc as the case may be, and in accordance with the provisions of Loan Agreement

3. The above schedule does not include interest payment during moratorium payment.



Consumer Awareness Literature

REC Limited ("the Company" or "NBFC") in compliance with RBI's Clarification on Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated November 12, 2021 ("RBI IRACP Norms Clarifications") as amended from time to time and/or as required/directed by RBI, shall classify and notify facility as overdue, SMA/NPA. Further upgradation of such accounts shall also be guided by the aforementioned clarification. Below is the manner in which such classification and upgradation will be undertaken by the Company.

Date of overdue:

Account will be flagged as an overdue account if as on running day-end processes (irrespective of time of running such process), entire dues are not received.

Example for date of overdue: If due date of a loan account is March 31, 2022, and entire dues are not received before the Company runs the day-end process for this date, the date of overdue shall be March 31, 2022.

Special Mention Account (SMA) classification:

The Company will flag an account as SMA / NPA if the default subsists (as per timeline prescribed) at time of running its day-end process.

The classification parameter as provided in RBI IRACP Norm Clarifications are as follows:

Loans / Facilities	
SMA Sub-Categories	Basis for classification -- Principal or interest payment or any other amount wholly or partly overdue
SMA-0	Upto 30 days
SMA-1	More than 30 days and upto 60 days
SMA-2	More than 60 days and upto 90 days

Example:

SMA-1 Classification:

In continuation of above example, if the account remains overdue upon running April 30, 2022 day-end process it will be classified as SMA-1

SMA-2 Classification:

Similarly, if the above account remains overdue upon running May 30, 2022 day-end process it will be classified as SMA-2.

Non-Performing Asset (NPA) classification:

Aforementioned account if remains overdue upon running June 29, 2022 day-end process it will be classified as NPA also known as Credit Impaired Asset since the company follows IND AS norms as per Companies Act, 2013.

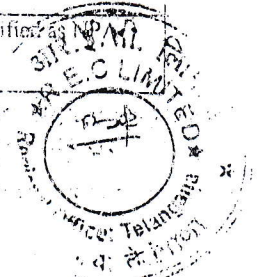
Upgradation of accounts classified as NPAs

Once an account is classified as NPA, it shall only be upgraded as standard asset (SMA-0/ SMA-1/ SMA-2) upon payment of entire arrears of interest and principal by the borrower at the time of running the day-end activity of that particular date.

Existing instructions as specified for accounts classified as NPA due to restructuring, non-achievement of date of commencement of commercial operations (DCCO), etc. shall continue to be applicable.

Case study:

Sr. No	Day end process	Particular	Remarks
1.	30 Jun, 2022	Non-payment of entire dues at the time running day-end process.	Date of overdue
2.	30 Jul, 2022	Non-payment subsists at the time of running day-end process.	Account to be classified as SMA-1
3.	29 Aug, 2022	Non-payment subsists at the time of running day-end process.	Account to be classified as SMA-2
4.	28 Sep, 2022	Non-payment subsists at the time of running day-end process.	Account to be classified as NPA



Consumer Awareness Literature



Account classified as NPA shall only be upgraded to standard once the all previous dues including interest and payment are received by the Company.

Detailed Examples with Nil/Partial payment at different interval is tabulated below:

1. All dues paid

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	2500	0	0	Regular	No Overdue

2. No dues paid

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	0	2500	1	Regular	Overdue
15-07-2022	1000	0	3500	16	SMA-0	Overdue Jun 2022
30-07-2022	0	0	3500	31	SMA-1	Overdue Jun 2022
31-07-2022	1500	0	5000	32	SMA-1	Overdue Jun 2022
29-08-2022	0	0	5000	61	SMA-2	Overdue Jun 2022
31-08-2022	1600	0	6600	63	SMA-2	Overdue Jun 2022
28-09-2022	0	0	6600	91	NPA	Overdue Jun 2022

3. Partial Dues Paid :

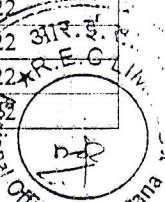
(a) Part of one installment paid :

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	0	2500	1	Regular	Overdue
15-07-2022	1000	0	3500	16	SMA-0	Overdue Jun 2022
30-07-2022	0	1200	2300	31	SMA-1	Overdue Jun 2022 (Rs. 1300)
31-07-2022	1500	0	3800	32	SMA-1	Overdue Jun 2022 (Rs. 1300)
29-08-2022	0	0	3800	61	SMA-2	Overdue Jun 2022 (Rs. 1300)
31-08-2022	1600	1000	4400	63	SMA-2	Overdue Jun 2022 (Rs. 300)
28-09-2022	0	0	4400	91	NPA	Overdue Jun 2022 (Rs. 300)

Since Rs 300 out of June dues remained unpaid till 90 days, account became NPA.

(b) One full installment paid:

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	0	2500	1	Regular	Overdue
15-07-2022	1000	0	3500	16	SMA-0	Overdue Jun 2022
30-07-2022	0	2500	1000	16	SMA-0	Overdue 15-07-2022
31-07-2022	1500	0	2500	17	SMA-0	Overdue 15-07-2022
14-08-2022	0	0	2500	31	SMA-1	Overdue 15-07-2022
31-08-2022	1600	1000	3100	48	SMA-1	Overdue 15-07-2022
13-09-2022	0	0	3100	61	SMA-2	Overdue 15-07-2022
30-09-2022	2500	0	5600	78	SMA-2	Overdue 15-07-2022
13-10-2022	0	0	5600	91	NPA	Overdue 15-07-2022



Consumer Awareness Literature



4. Partial Dues Paid (after NPA):

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	0	2500	1	Regular	Overdue
15-07-2022	1000	0	3500	16	SMA-0	Overdue Jun 2022
30-07-2022	0	1200	2300	31	SMA-1	Overdue Jun 2022 (Rs. 1300)
31-07-2022	1500	0	3800	32	SMA-1	Overdue Jun 2022 (Rs. 1300)
29-08-2022	0	0	3800	61	SMA-2	Overdue Jun 2022 (Rs. 1300)
31-08-2022	1600	1000	4400	63	SMA-2	Overdue Jun 2022 (Rs. 300)
28-09-2022	0	0	4400	91	NPA	Overdue Jun 2022 (Rs. 300)
29-09-2022	0	2800	1600	29	NPA	All dues not cleared

5. Entire Dues Paid (after NPA)

Date	Amount Due	Amount Paid	Balance Due	Days Past Due	Status	Remarks
30-06-2022	2500	0	2500	1	Regular	Overdue
15-07-2022	1000	0	3500	16	SMA-0	Overdue Jun 2022
30-07-2022	0	1200	2300	31	SMA-1	Overdue Jun 2022 (Rs. 1300)
31-07-2022	1500	0	3800	32	SMA-1	Overdue Jun 2022 (Rs. 1300)
29-08-2022	0	0	3800	61	SMA-2	Overdue Jun 2022 (Rs. 1300)
31-08-2022	1600	1000	4400	63	SMA-2	Overdue Jun 2022 (Rs. 300)
28-09-2022	0	0	4400	91	NPA	Overdue Jun 2022 (Rs. 300)
29-09-2022	0	4400	0	0	Regular	All dues cleared

The above examples are illustrative only covering common scenarios and not exhaustive and subject to change based on the RBI guidelines. The asset classification of the borrowers would be determined based on the prevailing RBI guidelines including Master Circular issued by RBI on income recognition, asset classification and provisioning pertaining to advances.

For detailed guidelines in asset classification and provisioning, please refer to RBI's Master Circular - Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 dated September 1, 2016 and Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications dated November 12, 2021. The above asset/ SMA classification norms are subject to changes as per regulatory instructions issued from time to time.

