

LOAN AGREEMENT

THIS LOAN AGREEMENT (“**Agreement**”) is made at the place and on the date as stated in the schedule 1 hereunder written (“the Schedule 1”) BETWEEN The Borrower described as stated in the Schedule 1 hereinafter referred to as “**the Borrower**” (which expression shall, unless repugnant to the context or meaning thereof, be deemed to mean and include his / her / its / their respective heirs, administrators, executors, legal representatives (where the borrower is an individual / sole proprietor) , Successors (where the Borrower is a Company incorporated under the Companies Act 1956/2013 or any other body corporate) , the partner(s) from time to time of the firm, the survivor(s) of them and their heirs, executors administrators, legal representatives and the successors of the partner(s) (where the Borrower is a partnership firm) of the First part

And

The Person mentioned as Guarantor(s) in Schedule 1 (hereinafter referred to as “**Guarantor(s)**” which expression shall unless it be repugnant to the context or meaning thereof, be deemed to mean and include its successors and permitted assigns) of the Second Part;

And

Lender

Borrower

Guarantor (s)

M/s Shriram City Union Finance Limited, a Limited liability Company incorporated under the Companies Act 1956 having its Registered office at 123 Angappan Naicken Street , Chennai 600001 , and an office at the address mentioned in Schedule 1, hereinafter referred to as the “**Lender**”, which expression shall, unless it be repugnant to the subject or context thereof, shall mean and include its successors, transferees and assigns, of the Other Part.

The Borrower, the Guarantor(s) and the Lender shall hereinafter be referred to individually as “Party” or collectively as “Parties”.

WHEREAS

1. The Lender is engaged in the business of providing finance to a wide range of customers including small and medium enterprises.
2. The Borrower is engaged in carrying on bonafide business activities as set out in Schedule 1.
3. That the Borrower is a Major/ Firm / Body Corporate, competent to execute this Agreement. The Borrower (Incase of a company) has taken all necessary corporate approvals and other actions for execution of this Agreement and availing this Loan from the Lender; and the execution hereof constitutes legal, valid and binding obligations of the Borrower; and that there are no suits, actions or proceedings against the Borrower pending before any court of law, which might affect the Borrower in performance of the obligations hereunder.

NOW, THEREFORE, THE PARTIES HEREBY AGREE AS UNDER:

1. The Borrower had approached the Lender for a Loan amount as stated in Schedule 1 (the loan amount hereinafter shall be referred to as ‘the loan’ or “Loan” or “Loan Amount”) on the terms, conditions and the purpose as stated / contained in this Agreement and / or in the Borrower’s application for the loan. The Borrower hereby confirms that the funds are for Business purpose.
2. The Borrower has requested the Lender to disburse the Loan in the manner specified in Schedule 4 hereto.
3. The Lender hereby grants to the Borrower and the Borrower agrees to avail from the Lender, a financial assistance of a Loan Amount on the terms and conditions contained in this Agreement. The Tenure, interest rate (“Interest”) and the schedule of repayment in respect of the Loan shall be as specified in Schedule 1 as set out herein or as may be amended in accordance with this agreement from time to time.

4. Fees

The Borrower agrees to pay to the Lender the fees as set out in Schedule 2. The Borrower hereby authorises the Lender to deduct these amounts from the Loan Amount and to pay to the Borrower only the balance amount.

The Borrower hereby confirms that irrespective of deduction of such fees, the obligation of the Borrower to repay to the Lender shall be of the entire Loan Amount along with Interest, and other charges in terms of this Agreement. The fees paid / deducted by the Lender is to meet the out of pocket expenses and the same is non- refundable / non-adjustable.

5. Repayment

In consideration of the Lender extending the “Loan”, the Borrower shall repay the Loan along with Interest in accordance with the Repayment Schedule set out in **Schedule 1** of this Agreement. The Borrower hereby confirms having perused, understood and agreed to the method of computation of EMI and the effective rate of interest as stipulated in Schedule 1. The Borrower further agrees to pay any other charges such as interest tax or other tax/ charges as may be levied by the Government at any time. Till the regular EMIs are made, the Borrower shall pay the Pre- EMI interest as mentioned in the Schedule 2 of this Agreement.

The mode of repayment by the Borrower will either be by issue of Post dated cheques / demand draft / banker’s cheque or by Electronic Clearing system (ECS) / Automated Clearing House (ACH) or by way of standing instructions to the Banker’s of the Borrower to debit the Borrower’s account and credit of the same to the account of the Lender, or by cash against issue of receipt or by any other mode, agreed to by the Lender in writing. Be it as it may , if the installment is not credited to the account of the Lender on the due date, then it shall be construed that the Borrower is at default and the clauses consequent to default will be applicable.

The Borrower may issue to the Lender post dated cheques (PDC) towards repayment of the installments / dues arising under this Agreement and undertakes that sufficient balance will be made available for honouring the cheques on the due date as and when presented for payment by the Lender on or after the due date. Any non-presentation of cheque/ loss of cheque in custody / transit, will not vitiate the liability of the Borrower and the Borrower shall ensure that the dues are paid on the due date by either issue of fresh cheques or by cash against issue of official receipt.

Alternatively, the Borrower shall unconditionally and irrevocably authorize the Bank through Standing instructions or Electronic Clearing System (ECS) instructions / ACH to debit the Borrower account towards the dues payable to the Lender. The Borrower further agrees to maintain sufficient balance in the account to enable his / her /its Bankers to facilitate the debit of the account, and remittance of the amount so debited to the credit of the Lender. The Lender shall have the sole discretion to continue with this option and any time thereafter, the Lender may insist on issue of PDC which the Borrower hereby agrees to.

The Borrower, subject to the prior permission of the Lender may swap the PDC’s issued towards discharge of the liability and such swap of PDC’s and / or change of mode of

Payment to ECS / ACH, if permitted by the Lender shall be subject to payment of Swap charges as specified in schedule 3, hereto.

The Borrower shall not change the name or constitution or close the bank account, from where the PDC's are issued, without the prior written consent of the Lender. Further the Borrower shall not call upon the Lender to refrain from presenting any cheque and shall also not issue "STOP PAYMENT" instructions to his banker's for any reason whatsoever, and if the Borrower does so, the Lender shall not take cognizance of such instructions and continue to present the cheque. In the event of dishonor of the cheque, it is open to the Lender to take appropriate action for recovery of the money due. The Borrower herein unconditionally agrees to pay the cheque bounce charges and overdue interest till date of payment of the cheque amount, as per Schedule 3 hereto, in addition to remittance of the cheque amount. The Borrower hereby accepts that it is his responsibility to ascertain from his banker about the bounce of cheque(s) issued by him and shall at no point of time seek or purport to state that the fact of dishonor of the cheque issued by him has not been intimated by the Lender.

6. Pre- payment

- a) Any premature pre-payment of the loan shall be at the sole discretion and terms and conditions that may be stipulated by the Lender. The Borrower may exercise the option of pre-payment, subject to the Borrower and the guarantor complying with the following conditions and at the absolute discretion of the Lender. The Borrower shall give the Lender a notice of 15 days intimating his desire to pre-pay the loan and the Lender shall be entitled to refuse / reject such pre-payment / accept pre-payment together with pre-payment charges as specified in Schedule 3, hereto.
- b) The amount pre paid shall be first used to credit the overdue charges, bank charges, legal expenses if any, Arrears of instalments, interest due upto date for the current month, The current month EMI, foreclosure / pre-payment charges and other expenses as mentioned in this agreement. If any amount remains after meeting the charges then it shall be adjusted towards the principal amount. It is hereby clarified that the pre-payment charges will be levied, as per schedule 3, only on such part of pre paid amount which gets deducted from the outstanding principal amount.
- c) Subject to the approval of the Lender and subject to the adjustments set out in sub clause 6(b) above, the Borrower may pre-pay the loan amount either in full or part payment. Upon such prepayment, subject to the consent of the Lender, the Borrower and the Guarantor shall be obliged to repay the balance amounts outstanding as per the revised schedule of repayment to be provided by the Lender and such revised schedule shall stand substituted for schedule 1 herein.

7. Security

- a) In consideration of the Lender granting the Loan and as a security for the same, the Borrower and/or the Guarantor(s) hereby agree(s) to create security in favour of the Lender over the assets as set out in Schedule 5 herein (hereinafter collectively referred to as the "Security"). The Borrower and / or the Guarantor hereby authorizes the Lender to create charge over the said assets in favour of the Lender by registering of charges with various authorities, and the cost incurred by the Lender for creation of such charges shall be borne by the Borrower and shall be paid by the Borrower upfront or at the time of registration of the charge and in the event of not remitting the same, the Lender may debit such amount to the loan account of the Borrower.
- b) The Security provided under this Agreement shall be for repayment of the Loan together with the interest and other obligations herein. At no point of time the Borrower and/or the Guarantor(s) shall be allowed to withdraw any Security or part of it provided hereunder except with the prior written consent of the Lender, which consent may be given at the discretion of the Lender.
- c) If at any point of time, in the view of Lender, the Security provided by the Borrower and/or the Guarantor(s) under this Agreement is not sufficient to cover the entire loan amount, then, the Lender may, require the Borrower and/or the Guarantor(s) to provide such additional security in such manner and form as may be required by the Lender in this regard, and the Borrower and/or the Guarantor(s) hereby agrees to provide the additional security within the time period as stated by the Lender.
- d) The liability of the Borrower and the Guarantor(s) shall be joint and several, notwithstanding that any Security or Securities comprised in any instrument(s) executed or to be executed by the Borrower and/or the Guarantor(s) in favour of the Lender shall, at the time when the proceedings are taken against the Borrower or Guarantor(s) under the guarantee or other security documents be outstanding or unrealized or lost.
- e) The Borrower and the Guarantor(s) hereby agree that, the Lender shall have right of lien over all the assets of the Borrower and the Guarantor(s) for the Loan availed by the Borrower either under this Agreement or under any other agreement or financial assistance availed by the Borrower from the Lender. The Borrower and Guarantor(s) hereby agree that they shall not in any way, dispose off their assets without the prior written consent of the Lender.
- f) The Borrower shall strive to insure the assets mentioned under Schedule 5 of this agreement against the risk of fire, burglary and other catastrophe. In case the Lender insures the same in the name of the Borrower and/or Lender at the cost of the Borrower, the Lender is entitled to deduct the first year's premium amount as mentioned in the Schedule 2 from the loan amount granted to the Borrower. The subsequent year's premium as mentioned in the Schedule 3 shall be paid by the

Borrower which will be added to the EMI amount payable by the Borrower, to enable the Lender to cover the insurance for the subsequent years. Should there be a difference in the premium payable, the difference amount shall be debited or credited as the case may be to the loan account, and in case of debit, such amount shall be payable by the Borrower within 7 days of receipt of notice from the Lender and in the event of failure to pay the amount within the stipulated time, then such amount is payable together with interest @36% p.a

8. Event of Default

The happening of the following events shall constitute an event of default (“Event of Default”)

- a) Any non-compliance by the Borrower and/or the Guarantor(s) of the terms & conditions of this Agreement or any other agreement entered into in respect of this Loan or any other financial assistance availed of by the Borrower from the Lender;
- b) Non adherence to the Repayment Schedule;
- c) Insolvency, winding up, dissolution of the Borrower / the Guarantor(s) and inability of the Borrower to repay their debts;
- d) Any concealment of any material document or event by the Borrower / Guarantor(s);
- e) Submission of any forged document by the Borrower / Guarantor(s);
- f) Any other event which in the sole opinion of the Lender would endanger the repayment of the Loan Amount.

9. Consequences of an Event of Default

- a) The entire Loan Amount along with Interest for the entire period shall immediately become due and payable, and the Lender shall have the right to recall the entire loan together with interest for the entire period and overdue charges / late payment charges / Bank charges and other Charges, as mentioned in Schedule 3 hereunder;
- b) Lender shall be entitled to enforce the Security, if any available;
- c) Lender shall be entitled to proceed against and take any action against the Borrower and / or the Guarantor(s) in order to realize the Loan Amount along with Interest, Charges and expenses;

- d) The Borrower and the Guarantor(s) hereby agree to pay overdue interest at the rate specified in Schedule 3 on the amount outstanding from time to time till such time the amount is repaid.
- e) In addition to the rights specified in this Agreement, the Lender shall be entitled to take all or any action with or without intervention of the Courts to recover the monies due and payable by the Borrower and/or the Guarantor(s) under this Agreement.
- f) Notwithstanding any other rights available to the Lender under this Agreement, the Lender shall be entitled to initiate criminal proceeding or any other appropriate actions against the Borrower and /or the Guarantor(s) if at any time the Lender at its sole discretion has sufficient grounds to believe that the Borrower and /or the Guarantor(s) has / have made any misrepresentations and / or submitted any forged documents or fabricated data to the Lender.
- g) All rights and powers conferred on the Lender under this Agreement shall be in addition and supplemental to any rights the Lender has as a creditor against the Borrower and/or the Guarantor(s) under any law for the time being in force and security documents and shall not be in derogation thereof.

10. Waiver of certain rights by the Guarantor

The Guarantor(s) hereby agrees to the following:

- a) The liability of the Guarantor(s) under this Agreement shall in no manner be affected by any variations, acts or forbearance, or by reason of time extended to the Borrower, or of any other forbearance act or omission on the part of the Security or by any other matters or things whatsoever which under the law relating to sureties would but for this provision have the effect of so releasing the Guarantor(s).
- b) Any variance made without the Guarantor's consent, in the terms of this Agreement, shall not discharge the Guarantor(s) from his / its obligations under this Agreement or as to terms subsequent to such variance.
- c) The Guarantor(s) shall not be discharged by any contract between the Lender and the Borrower, by which the Borrower is released, or by any act or omission of the Lender, the legal consequence of which is the discharge of the Borrower.
- d) Any contract between the Lender and the Borrower, without the consent of the Guarantor(s), by which the Lender make a composition with, or promises to give time, or not to sue the Borrower, shall not discharge the Guarantor(s).

11. General Terms and Conditions

- a) The Borrower and Guarantor(s) are liable to repay the dues as per repayment schedule whether demanded or not.
- b) The Borrower shall at all times adhere to the terms and conditions set out in this Agreement and any amendments hereto.
- c) The Lender shall have the right to appropriate the amounts paid by the Borrower in such manner, at the sole discretion of the Lender.
- d) The Borrower is liable to pay the amount due as per schedule of charges set out in Schedule 3 Notwithstanding such charges paid by the Borrower, the Lender shall have the right to initiate legal proceedings against him/it under the Negotiable Instruments Act, 1881 in case of dishonour cheque. The Lender shall have this right also in case where the Borrower issues ECS / ACH instructions to its Bank and the said instructions are not honoured by the Borrower's Bank due to insufficient funds / Exceeds Arrangement / withdrawal of such instructions / Stop Payment / Account Closed.
- e) The Lender shall at any time, at its absolute discretion have the right to combine or consolidate or divide into two or more of any of the accounts of the Borrower accounts with the Lender and/or set-off or transfer or appropriate any sum or sums standing in the credit of any one or more of such accounts in or towards part or full satisfaction of the liabilities of the Borrower on any other account or any respect.
- f) Without prejudice to any rights of the Lender, the Lender shall have a paramount lien and right of set-off against all monies of the Borrower standing to the credit of the Borrower in any account(s) of the Borrower with the Lender or its group companies / associate concerns and the Borrower authorizes the Lender to debit the account(s) of the Borrower with the Lender and / or request the Group Companies / Associate concerns for payment of the money standing to the credit of the Borrower, to and in favour of the Lender, to apply to any debit balance which the Borrower is liable to repay on any account of the Borrower or as a Guarantor for any other account with the Lender / group companies / associates in (part) satisfaction of any sum, whether for principal or interest or otherwise due and payable by the Borrower to the Lender under this Agreement. The Borrower hereby agrees to pay to the Lender the outstanding amount if any in the loan account even after the credit of the amount from other accounts / the Group Companies / concerns.
- g) Nothing contained herein shall prejudice or adversely affect any general or special lien or right to set-off to which the Lender is or may by law or otherwise be entitled, or any rights or remedies of the Lender including in respect of any present or future security, guarantee, obligations of the Borrower.

- h) It is hereby accepted by the Parties that the amounts stated by the Lender as due from the Borrower, shall be final and conclusive proof of the correctness of any sum claimed by the Lender to be due from the Borrower in respect of this Agreement, a statement of account made out from the books of the Lender, without production of any voucher, documents or other papers whether in support thereof or otherwise and the Parties hereby agree that the same shall not be disputed by the Borrower and /or the Guarantor(s).
- i) The right of the Lender to recover the dues from the Borrower shall be exercised either by the Lender or its authorized representatives and the Borrower hereby agrees to the same.
- j) The Borrower hereby authorizes the Lender to receive any amount that may be paid by the Insurance Company / Government body, as against any insurance policy that may have been taken by the Borrower (at the option of the Borrower), and appropriate the same to the loan account of the Borrower. In the event the claim amount is not sufficient to cover the liability in the account, the Borrower hereby undertakes to remit the balance due under this Agreement. The discharge given by the Lender to the Insurance Company on behalf of the Borrower is binding on the Borrower and the Borrower / Guarantor(s) shall not dispute the same.
- k) The Lender shall be entitled to assign / securitize its receivables from the Borrower and the Borrower and/or the Guarantor(s) hereby consent to the Lender exercising such right.
- l) The Borrower shall not give or pay to the Guarantor(s) or any other person who agrees to incur any obligation for the Borrower in favour of the Lendor, any monies or other consideration or remuneration, whether by way of commission, brokerage or fee or in any other form whatsoever or howsoever for giving or confirming the personal guarantee or obligation.
- m) The Borrower shall during Business hours permit the Lender to inspect the place of Business of the Borrower and also agrees to produce any documents / additional documents as may be required by the Lender from time to time.

12. Cost and Expenses

- a) The Borrower and Guarantor(s) shall bear all costs and other expenses incurred in relation to the completion of this Agreement and in complying with the terms and conditions of this Agreement, including any and all costs incurred in connection with this Agreement.
- b) The Borrower and Guarantor(s) hereby confirm their liability and shall reimburse any service tax that the Lender may have to pay to the Government, in respect of the transactions under this Agreement.

- c) The Borrower and the Guarantor(s) hereby authorise the Lender at the cost and risk of the Borrower to engage one or more person(s) / agencies to verify any fact or information furnished by, concerning and pertaining to the Borrower and Guarantor(s) and collect the outstanding amount and / or to enforce any security and may furnish to such person/s such documents, information, facts and figures as it may deem fit.
- d) Any claim, demands, actions, costs, expenses and liabilities incurred or suffered by the Lender by reason of non-payment or insufficient payment of stamp duty by the Borrower on this Agreement and the documents and any other writings or documents which may be executed by the Borrower pursuant to or in relation to this Agreement, will be to the cost of the Borrower.
- e) The Borrower and Guarantor(s) hereby unconditionally and irrevocably agree to pay to the Lender a sum as specified in Schedule 3 towards cancellation of the Agreement, if the loan is not availed / if the request for loan is withdrawn or rejected, on execution of this Agreement. This would be in addition to the cost of stamp duty, registration charges and other expenses that may have been incurred by the Lender on behalf of the Borrower.
- f) The Borrower hereby undertakes to reimburse / pay charges as per Schedule 3 here below to the Lender for every visit by the representative of the Lender to the premises of the Borrower for collection of the dues outstanding from time to time.
- g) The Borrower and the Guarantor(s) hereby unconditionally and irrevocably agree to pay to the Lender the Pre- payment charges / fore closure charges as mentioned in schedule 3 hereunder.

13. Representations and Warranties

- a. The Borrower represents and warrants that:
 - i. His / its execution, delivery and performance of this Agreement are within his / its powers and have been duly authorized, do not contravene any contract binding on or affecting his / it or any of his / its properties, do not violate any applicable law or regulation;
 - ii. this Agreement is valid and binding upon the Borrower;
 - iii. there is no pending or threatened action which may materially adversely affect the validity or enforceability of this Agreement;
 - iv. all information provided by the Borrower to the Lender under this Agreement is correct and true.
 - v. The Borrower hereby confirms that the funds will be utilized for the purpose as stated in Schedule 1 and that the Loan will not be utilized for speculative purpose.

- b. The Guarantor(s) hereby represent and warrant that:
- i. The Guarantor(s) are liable to repay the Loan Amount along with Interest in terms of the repayment schedule and the liability of the Guarantor(s) shall be co-terminus with that of the Borrower;
 - ii. The Security if any, provided by the Guarantor(s) is free and unencumbered and is owned by the Guarantor(s) and there are no litigations pending in respect of the Security and no amounts are owing to any person in respect of the Security.
 - iii. The Guarantor(s) represent that any communication with the Borrower and acknowledgement of the same is binding on the Guarantor(s). Similarly, acknowledgement of Liability by the Borrower is binding on the Guarantor(s) till such time the liability is discharged to the satisfaction of the Lender.
- c. The Borrower and/or the Guarantor(s) will not seek to claim or recover from the Lender on any grounds whatsoever and/or in any circumstances whatsoever (whether now or hereafter existing), any purported damages or compensation, direct, indirect or consequential, for any acts or actions whatsoever of the Lender hereunder and/or in respect of the Loan and/or the Security, taken or omitted by the Lender in terms hereof and/or pursuant hereto and/or to protect any of its interests and rights as the lender or a creditor, and the Borrower and/or the Guarantor(s) hereby expressly waives any right to seek or make any such claim or recovery on any grounds whatsoever.
- d. The Borrower and/or the Guarantor(s) hereby accepts and confirms that it has no objection to the Lender administering the Loan thro' third Parties. The Borrower and/or the Guarantor(s) confirm that the Lender may, either partly or in full delegate such of those activities to any third party as it may think fit in the circumstances. Such delegation of work, would include the right and authority to collect the outstanding on behalf of the Lender, the dues and unpaid installments and other amount due under the Agreement and to perform and execute all lawful acts, deeds and matters and things connected therewith and incidental thereto including sending notices to the Borrower and/ or the Guarantor(s), receiving cash against issue of the receipt, cheques and drafts. For the purpose aforesaid as for any other purpose at the sole discretion of the Lender, the Lender shall be entitled to disclose to the third party the details of the Borrower and/or the Guarantor(s), the Loan, the outstanding amount and other information for effectively discharging the work assigned to the third Party and the Borrower and the guarantor(s) hereby consents to such disclosure by the Lender.
- e. Notwithstanding anything contained herein, the Lender at its sole discretion may permit the Borrower to accelerate pre-payment of the Loan at the request of the Borrower. The Borrower may prepay the entire outstanding loan, subject to the compliance with conditions given in clause 6.

14. Indemnification

The Borrower and/or the Guarantor(s) shall indemnify and hold the Lender and its directors, officers, employees, agents and advisers harmless against losses, claims, liabilities, or damages which are sustained as a result of any acts, errors, or omissions of the Borrower and/or the Guarantor(s), their / its respective employees, agents, or assignees, or for improper performance or non-performance relating to this Agreement or any other document executed thereof in pursuance to this Agreement.

15. Assignment

- a. It is expressly agreed that the borrower and / or the Guarantor(s) shall not be entitled to assign, either directly or indirectly, the obligations set out herein.
- b. The Lender shall be entitled to assign its rights and obligations under this Agreement in part or in full to any third party.
- c. The Lender shall at any time, without reference to the Borrower or Guarantor(s) be entitled to securitize, sell, assign, discount or transfer all or any of the Lender's rights and obligations under this Agreement together with the underlying security to any person(s) of the choice of the Lender, in whole or in part and in such manner as the Lender may decide. Any such sale, assignment or transfer shall bind the Borrower and Guarantor(s), conclusively.

16. Term and Termination

- a. This Agreement shall become effective on execution.
- b. The Agreement shall stand terminated on the date the Borrower has repaid the Loan Amount in full along with Interest, overdue interest, Bank charges and other charges as mentioned in this Agreement, and fulfilled all other obligations under the Agreement to the satisfaction of the Lender.
- c. The Borrower does not have the right to terminate this Agreement in any situation except with the written consent of the Lender, by repaying the entire amounts due to the Lender under this Agreement.

17. Arbitration and Dispute Settlement

- a) All disputes, differences and/or claims, arising out of this Agreement, whether during its subsistence or thereafter, shall be settled by arbitration in accordance with the provisions of the Arbitration and Conciliation Act, 1996 or any other statutory modification or re-enactment for the time being in force and shall be conducted by a sole arbitrator to be appointed by the Lender . The applicable law shall be Indian laws. In the event of incapacity or resignation or death of the sole arbitrator so appointed, the Lender shall be entitled to appoint another arbitrator in place of the

earlier arbitrator, and the proceedings shall continue from the stage at which the predecessor had left.

- b) The award given by the arbitrator shall be final and binding on the parties to this Agreement. The cost of the Arbitration shall be borne with by the Party/ies, in accordance with the Award passed by the Arbitrator.
- c) The venue of Arbitration shall be as specified in Schedule 1 hereto and the proceedings shall be conducted in English language.

18. Jurisdiction and Governing Law

Subject to the Arbitration Clause mentioned above, this Agreement shall be governed and construed in accordance with the substantive laws of India and the parties hereto submit to the exclusive jurisdiction of the Courts, situate at the place as specified in schedule 1 hereto.

19. Waiver

The Lender's failure to exercise or delay in exercising any right, power, privilege or remedy under the Agreement will not operate as a waiver or acquiescence, nor will any single or partial exercise of any right, power, privilege or remedy prevent any further or exercise of any other right, power, privilege or remedy.

20. Severability

If any provision in this Agreement shall be found or be held to be invalid or unenforceable, then the meaning of said provision shall be construed, to the extent feasible, so as to render the provision enforceable, and, if no feasible interpretation would save such provision, it shall be severed from the remainder of this Agreement and in such an event, the Parties shall use best efforts to negotiate, in good faith, a substitute, valid and enforceable provision or agreement, which most nearly reflects the Parties' intent in entering into this Agreement.

21. Disclosure of Information

- a) The Borrower and Guarantor(s) accept, confirm and consent for the disclosure and sharing by the Lender of all or any information and data relating to the Borrower, the facilities, any other transactions that the Borrower has with the Lender, the Borrower's account, and the agreements and documents related to the facilities and transactions, including but not limited to information relating to default, if any, committed by the Borrower, in the discharge of the Borrower's obligations in relation to the facilities or other transactions, as the Lender may deem appropriate and necessary to disclose and furnish, to the Reserve Bank of India ("RBI") and/or to the Credit Information Companies and/or to any other agency or body as authorized in this behalf by RBI, to other banks and lenders including assignees and potential assignees, to its professional advisers and consultants and to its service providers instructed by it in relation to the Facilities, and/or as required under law or any

applicable regulation, or at the order of a court of law, or at the request or order of any statutory, regulatory or supervisory authority with whom it customarily complies.

- b) The Borrower undertakes and covenants that it shall provide all information, including information regarding other credit facilities enjoyed by the Borrower, as and when required by the Lender. The Borrower declares that the information furnished to the Lender from time to time is and shall be true and correct.
- c) The Borrower and/or the Guarantor(s) hereby further agrees that in case the Borrower and/or Guarantor(s) fails to pay the Lender's dues or commits default in the repayment of the loan installment(s) or interest thereon on due date(s), or the account of the Borrower and/or the Guarantor(s) becomes Non-Performing Assets as per the Reserve Bank of India's norms, the Lender will be at liberty to disclose or publish in print and / or electronic media the photograph(s), name(s) and address(es) of the Borrower and/or the Guarantor(s) as willful defaulter along with the details of outstanding dues payable by such Borrower and/or the Guarantor(s), to the Lender.
- d) The Borrower and/or the Guarantor(s):
 - i. accepts that the RBI or the Credit Information Companies and or any other agency so authorized, or any statutory, regulatory or supervisory authority or other lenders / potential lenders, may use, process and disseminate the said information and data disclosed by the Lender in such manner as deemed fit by them in any particular circumstances; and
 - ii. shall not hold the Lender responsible or liable in this regard.
- e) The Borrower and/or the Guarantor(s) authorize the Lender to disclose, from time to time any information relating to the Loans to any Parent / subsidiary / affiliates / associate entity of the Lender, and to third parties engaged by the Lender, for the purpose of marketing of services and products and to its investors.

22. Notices

Every notice, request, demand or other communication under this Agreement shall:

- a. be in writing, delivered by hand, or by registered post / Speed post, acknowledgement due, or by Courier or any other mode as decided by the Lender ;
- b. be deemed to have been received when delivered by hand, at the time so delivered if during business hours on a business day for the recipient, and if given by registered post acknowledgement due, 72 hours after it has been put into post; and
- c. be sent to the Borrower to the address mentioned in Schedule 1 hereto and to the Lender at its office address first hereinabove mentioned and to the address mentioned in schedule 1, or to such other address as either party may in writing hereafter notify to the other party.
- d. The Lender may (but not obliged to) send short message services (sms) to the Borrower intimating him on the dues payable by him and may call the Borrower and / or the guarantor to pay any dues that is outstanding under the agreement. The Borrower and the Guarantor hereby specifically authorizes the Lender to make such

calls or send SMS or emails to their contact details provided to the Lender, and further acknowledges that the same shall not be considered as unsolicited calls/SMS/emails from the Lender.

- e. The Borrower hereby agrees to pay the postal and other charges as mentioned in Schedule 3 here to for each of the notices being sent to him / them.

The Borrower and the Guarantor(s) have read the entire Agreement, constituting the above clauses including the Loan details and the terms of repayment, the fees and charges payable as clearly enumerated in the schedule to this Agreement. The Borrower and the Guarantor(s) further confirm that the entire Agreement is filled in their presence and that the contents provided herein is explained in the language understood by the Borrower and the Guarantor(s). The Borrower and the Guarantor(s) further confirm having executed the Agreement, received a copy of the same and agree to remit the dues in terms of the Schedule hereunder.

Schedule 1

Loan Agreement No				Date	D	D	M	M	Y	Y	Y	Y					
Name & Address of Lender		Shriram City Union Finance Limited															
Name and address of the Borrower(in case of company / Paternership Firm Represented by))																	
Nature of Business		Purpose of Loan															
Name and Address of the Guarantor(s)		1.															
		2.															
		3.															
		4.															
Loan amount Rs.	Rate of interest % Flat	Tenor Months	EMI frequency(Please tick one)	Monthly/Quarterly													
	Effective Rate of interest (Fixed) _____ % p.a.																
Repayment Terms																	
EMI-Advance/Arrears		Advance EMI(Nos.)			Advance EMI Amount Rs.												
EMI Start Date	D	D	M	M	Y	Y	Y	Y	EMI End Date	D	D	M	M	Y	Y	Y	Y
EMI from		to							EMI Amount Rs.		each.						
EMI from		to							EMI Amount Rs.		each.						
EMI from		to							EMI Amount Rs.		each.						

Place of Arbitration	Jurisdiction of court
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Schedule 2 Schedule of Fees

Processing Charges	Rs.
Stamp Duty	Rs.
Pre Emi Interest @ _____ % p.a	Rs.
Insurance premium for First year(optional)	Rs.

Lender

Borrower

Guarantor (s)

Credit shield (optional) for Rs. _____	Rs.
Others(please specify)	Rs.

Schedule 3
Schedule of Charges

Cheque bounce charges	Rs.1000/ per bounce
Swapping Charges	Rs. 500/ per swap
Overdue Interest / charges or late payment charges @ 36 % p.a on the unpaid installments/ dues, outstanding from time to time.	
Pre payment charges @ % on the principal outstanding if the loan is pre-closed within one year @ % on the principal outstanding if the loan is pre-closed after one year but before 2 years @ % on the principal outstanding if the loan is pre-closed after 2 years	
Loan Cancellation charges (exclusive of other charges)	Rs.1000/-
Legal Expenses at Actual or as ordered by the Arbitrator/ Court.	
Incidental Expenses/ Collection Charges Rs.200/- per visit	
Postage expenses for issue of notice Rs.50/- for every notice sent to borrower/ co-borrower.	
Insurance Premiums from second year onwards which is added to the EMI: Rs. _____ Any variation in the insurance premium shall be debited/credited to the loan account.	

Schedule 4
Schedule for disbursement

S No.	Cheque in favour of	Amount Rs.

Lender

Borrower

Guarantor (s)

Schedule 5
Schedule of Property/Security

IN WITNESS WHEREOF, the Parties hereto, acting through their duly authorized representatives, have caused this Agreement to be signed in their respective names as of the date first above written.

Witness1
Signature :
Name and Address

Witness2
Signature :
Name and address

Common Seal of the Borrower and Guarantor(s)