

# GEECEE FINCAP LIMITED

## DEMAND/CALL POLICY

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### INTRODUCTION

GeeCee Fincap Limited is an investment and Finance company. With the newly introduced concept of Multiple NBFCs it is categorized as a Systemically Important Non-deposit taking NBFC. The company is engaged in the business of investment and trading in shares and securities & lending activities.

The Reserve Bank of India (RBI) on September 01, 2016 (bearing ref no. **RBI/DNBR/2016-17/45**) issued Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 considering it necessary in the public interest and for the purpose of enabling the Bank to regulate the financial system to the advantage of the country and to prevent the affairs of any Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC-ND-SI) from being conducted in a manner detrimental to the interest of investors and depositors.

As per the Directions issued, the Board of Directors of every Non-Banking Financial Company granting or intending to grant demand / call loans shall frame a policy for the company and implement the same.

Keeping in view the future activities, the Board of Directors have reviewed the existing Demand/Call Loan Policy as enumerated below:

1. Company will grant the Demand/Call loans to the entities having good track record financial soundness and/or good rating;
2. The sanctioning authority ( i.e. the Board ) shall, record specific reasons in writing at the time of sanctioning demand or call loan, if the cut off date for demanding or calling up such loan is stipulated beyond a period of one year from the date of sanction of such loans;
3. The rate of interest is applicable as per prevailing market rate on such loans and shall be payable either monthly or quarterly or as specifically agreed in writing between the parties at the time of sanction of loan;
4. The sanctioning authority shall, record specific reasons in writing at the time of sanctioning demand or call loan, if no interest is stipulated or a moratorium is granted for any period;
5. A cut off date, for review of performance of the loan, not exceeding 6 months commencing from the date of sanction;

6. Periodically review shall be made for such loans and such loans shall not be renewed unless the periodical review has shown satisfactory compliance with the terms of sanction.

The Company shall adopt all the best practices prescribed by RBI from time to time and shall make appropriate modifications accordingly to conform to the standards prescribed.

#### **EFFECTIVE**

This Policy is effective from the date of receiving approval from the Board i.e. 18<sup>th</sup> May, 2017

#### **REVIEW OF POLICY**

The Policy shall be reviewed by the members of the Board at such intervals as found appropriate.