

In Principle Sanction Letter**DATE: 30/03/2021**

PLACE: Khanna

To,

M/s Shree Ganesh Edibles Private Limited

Shop No 25 New Grain Market

Khanna.

Dear Sir,

Subject : In Principal Sanction of Credit FacilitiesKind Attention: **Mr. Hans Raj, Mr. Puneet Garg, Mr. Surinder Kumar, Mr. Varinder Kumar**

We refer to discussion you had with our representative/s and your Application for availing credit facilities.

Please be informed that at your request, basis your representations and preliminary documents provided to us, the Bank may consider sanctioning in principle the credit facilities as follows:

1. Name of the Borrower : **M/s Shree Ganesh Edibles Private Limited**
2. Total Sanctioned Amount : **Rs 1500 Lacs (Fifteen Crore Only)**
3. Details of credit facilities sanctioned

| S No. | CREDIT FACILITY | Amt (in Rs. Lacs) | Margin | Tenor/Valid upto | Purpose |
|-------|-----------------|--------------------|----------------------------|------------------|------------------------------|
| 1 | Term Loan | 1500 | 73% margin on P&M/Building | 180 Months | Installation of Power plant. |
| | TOTAL | 1500 | | | |

4. Interest Payment : Monthly
5. Processing Fees :: As applicable
6. Security(ies) : As applicable

Applicable Margins:

Term Loan: 73% of total Project Cost

Repayment schedule:

Total tenor: 180 months including moratorium period of 6 months.

Interest is payable on monthly basis during moratorium period



Security Structure:

| Facility | Security |
|---|---|
| Term Loan (For construction of building and purchase of machinery) | <p>Primary: a) Hypothecation of machinery's purchased out of term loan proceeds and all other fixed assets of the company Shree Ganesh Edibles Pvt Ltd, Village Shahpur, Tehsil Amloh, District Fatehgarh, Punjab</p> <p>Secondary: Industrial property mortgaged at Village Shahpur, Tehsil Amloh, District Fatehgarh,</p> <p>Personal Guarantees: Unconditional and Irrevocable PGs of Mr. Hans Raj, Mr. Puneet Garg, Mr. Surinder Kumar, Mr. Varinder Kumar and Property Owners</p> |

Financial Covenants:

Current ratio to be maintained at minimum 1.33 during currency of bank finance. Customer to accordingly infuse long term funds in business in the event of lower current ratio.

TOL/TNW no to exceed 2.00 times during current of bank finance.

DSCR to be maintained at minimum of 1.50 during currency of bank finance.

TD/EBITDA not to exceed 2.75 times during currency of Bank finance.

This is only a communication of an in principle sanction and shall not entitle you to draw the credit facilities. On further review and credit assessment, the Bank may communicate to you with a formal and detailed sanction letter and this in-principle communication is subject to your accepting all the sanction terms&conditions and executing all necessary documents as may be stipulated by the Bank.

Nothing contained in this letter should be deemed to create any right or obligation or interest whatsoever in favor of or against any party.

This in-principle facility amount is subject to various credit assessment criteria carried out by the Bank including CIBIL / RBI and other checks/verifications; Bank Account conduct, repayment track record and visit of Bank's representative/s at your business premises and satisfactory report.

Stamp duty, if any on the loan and security documents shall be borne and paid by the Borrower only and the Bank shall not be responsible or liable for the same.

This letter is only our expression of interest to sanction the credit facilities and should not be construed as a FINAL sanction letter.

We assure you of our best service always.

Due to Closing of Year End 20-21, we are Not issuing Sanction Letter, We will issue the same shortly As soon as possible. For the Time Being we are issuing in Principle Sanction Letter For Your reference.



Thanking you,

Yours Sincerely,

For HDFC Bank Limited

TANVI SINGLA

Relationship Manager.

