



# GP PARSIK SAHAKARI BANK LTD.

(Multi-State Scheduled Bank)

RBI circular no. RBI/2021-22/32 DoR.STR.REC.12/21.04.048/2021-22

dated 5<sup>th</sup> May, 2021 and RBI/2021-22/47 DOR.STR.REC.21/21.04.048/2021-22

dated June 4, 2021 on Resolution framework 2.0 for COVID-19 related stress of MSMEs

<b>Category of Borrowers</b>	MSME
<b>Purpose</b>	Restructuring /rescheduling of loans to MSME borrowers having stress on account of pandemic Covid19
<b>Facility Offered</b>	Review and reassessment of Working capital limits would be received and assisted on case to case basis
<b>Eligible borrower /Criteria</b>	<ul style="list-style-type: none"><li>• Borrower should be Classified as MSME as on 31<sup>st</sup> March, 2021 as recent RBI guidelines</li><li>• Borrower should be GST registered as on date of implementation of restructuring (Except units exempted from GST registration)</li><li>• Aggregate exposure including non-fund based facilities of all lending Institutions does not exceed Rs. 50 Crores as on 31<sup>st</sup> March, 2021</li><li>• Account should be Standard as on 31<sup>st</sup> March, 2021</li><li>• Borrower account was not restructured earlier</li></ul>
<b>Validity of scheme</b>	Restructuring of the borrower account is to be invoked by 30 <sup>th</sup> September, 2021
<b>Timeline for implementation</b>	Restructuring is to be implemented within 90 days from date of invocation with all the required compliances as per sanction
<b>ROI</b>	Additional ROI @ 1% p.a. over & above applicable rate for the loan may be charged from the date of implementation
<b>Documents to be submitted by borrower</b>	<ol style="list-style-type: none"><li>1. Loan Application Form</li><li>2. KYC documents of borrower(s) and guarantor(s) (if not updated)</li><li>3. Udyam Registration certificate and other documents as detailed in circular on revision in classification norms of MSMEs. In case Borrower is not registered in Udyam Registration portal, such registration shall be required to be completed before date of implementation of restructuring plan</li><li>4. Bank Statement of business account for last 12 months and loan accounts statement with other FI (if any) along with sanction letter.</li><li>5. Audited financials along with I.T. returns for F.Y.2018-19 &amp; F.Y.2019- 20 and provisional financials for F Y 2020-21 along with GSTR 3B.</li><li>6. GST returns for 2020-21and April 2021 onwards till date</li><li>7. Declaration by self-employed professionals/ businessmen declaring that their business is affected by COVID-19.</li><li>8. Future business plan &amp; projected cash flow</li><li>9. Any other document as may be required by bank.</li></ol>



<b>Loan Documentation</b>	<ul style="list-style-type: none"><li>• Acceptance of sanction Letter</li><li>• Fresh set of security documents</li><li>• Any other document/agreement as suggested by Banks's panel Advocate/Legal cell</li></ul>
<b>Key points for assessment</b>	<ol style="list-style-type: none"><li>1. While assessing the proposal of borrower for restructure, it is required to ensure that the resolution under this facility is extended only to borrowers having stress on account of Covid19.</li><li>2. There has to be a clear evidence of the borrower's business or source of funds or income being directly impacted by COVID-19 and the same are to be ascertained from documentary evidence viz. comparison of bank credits in pre &amp; post Covid19 scenario to the satisfaction of bank or any other document in case to case basis.</li><li>3. The reduction of income and its financial impact on the borrower(s) will be reviewed by the Bank on the basis the documents submitted and information provided. The Bank will also assess the ability of the borrower to pay the restructured EMIs before restructuring the loan facility.</li></ol>
<b>Conditions of Implementation</b>	<p>The resolution plan shall be deemed to be implemented only if all of the following conditions as stipulated by RBI are met:</p> <ol style="list-style-type: none"><li>A. All related required documentation, including execution of necessary documents between bank and borrower and collaterals provided, if any, are completed in all respect</li><li>B. The changes in the terms of conditions of the loans get duly reflected in the books of the bank; and,</li><li>C. Borrower is not in default with the lending institution as per the revised terms.</li></ol>
<b>Post Implementation Performance</b>	<p>After implementation of the resolution plan in terms of the framework, the subsequent asset classification will be governed by the criteria laid out in the Master Circular - Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated July 1, 2015 or other relevant instructions as applicable from time to time.</p>



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(Multi-State Scheduled Bank)

RBI circular no RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 5th May, 2021 and

RBI/2021-22/46 DOR.STR.REC.20/21.04.048/2021-22 dated June 4, 2021

on Resolution of Covid-19 related stress of Individuals and Small Businesses

<b>Category of borrowers</b>	Small Business / Individual
<b>Purpose</b>	Restructuring /rescheduling of loans to borrowers having stress on account of pandemic Covid19
<b>Facility Offered</b>	Term Loans & Working Capital Limits:  Reschedulment of loans as per RBI guidelines stated in above circular with Maximum extension of 2 years including moratorium, if any
<b>Eligible borrower /Criteria</b>	<ul style="list-style-type: none"><li>• Small Business/ Individuals as on 31<sup>st</sup> March, 2021 as per recent RBI guidelines</li><li>• Aggregate exposure including non-fund based facilities of all lending Institutions does not exceed Rs. 50 Crores as on 31<sup>st</sup> March, 2021</li><li>• Account should be Standard as on 31<sup>st</sup> March, 2021</li><li>• Borrower account was not restructured earlier</li></ul>
<b>Validity of scheme</b>	Restructuring of the borrower account is to be invoked by 30th September, 2021
<b>Timeline for implementation</b>	Restructuring is to be implemented within 90 days from date of invocation
<b>ROI</b>	Additional ROI @ 1% p.a. over & above applicable rate for the loan may be charged from the date of implementation & modifications in CBS Omni.
<b>Documents to be submitted by borrower</b>	<ol style="list-style-type: none"><li>1. Loan Application Form</li><li>2. KYC documents of borrower(s) and guarantor(s) (if not updated)</li><li>3. Bank Statement of business account for last 12 months for loan accounts with other FI (if any)</li><li>4. Audited financials along with I.T. returns for F.Y.2018-19 &amp; F.Y.2019-20 and provisional financials for F Y 2020-21.</li><li>5. GST returns for FY 2020-21 and April 2021 onwards till date</li><li>6. In case of salaries borrowers, the eligibility should be verified by obtaining salary slips for the period February 2020 to March 2021, Termination/ Discontinuation of service letter from employer, bank Statement where salary is credited for the period February 2020 to March 2021.</li><li>7. Future business plan &amp; projected cash flow</li><li>8. Any other document as may be required by bank.</li></ol>



<b>Loan Documentation</b>	<p>In case of restructuring of existing limits:</p> <ul style="list-style-type: none"><li>• Acceptance of sanction Letter</li><li>• Fresh set of security documents</li><li>• Any other document/agreement as suggested by Banks's panel Advocate/Legal cell</li></ul> <p>In case of sanctioning of new loan, all the fresh documents as per existing practice to be obtained</p>
<b>Key points for assessment</b>	<ol style="list-style-type: none"><li>1. While assessing the proposal of borrower for restructure, it is required to ensure that the resolution under this facility is extended only to borrowers having stress on account of Covid19.</li><li>2. There has to be a clear evidence of the borrower's business or source of funds or income being directly impacted by COVID-19 and the same are to be ascertained from documentary evidence viz. comparison of bank credits in pre &amp; post Covid19 scenario to the satisfaction of bank or any other document in case to case basis.</li><li>3. The reduction of income and its financial impact on the borrower(s) will be reviewed by the Bank on the basis the documents submitted and information provided. The Bank will also assess the ability of the borrower to pay the restructured EMIs before restructuring the loan facility.</li></ol>
<b>Conditions of Implementation</b>	<p>The resolution plan shall be deemed to be implemented only if all of the following conditions are met:</p> <ol style="list-style-type: none"><li>A. All related required documentation, including execution of necessary documents between bank and borrower and collaterals provided, if any, are completed in all respect</li><li>B. The changes in the terms of conditions of the loans get duly reflected in the books of the bank; and,</li><li>C. Borrower is not in default as per the revised terms.</li></ol>
<b>Post Implementation Performance</b>	<p>After implementation of the resolution plan in terms of the framework, the subsequent asset classification will be governed by the criteria laid out in the Master Circular - Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated July 1, 2015 or other relevant instructions as applicable from time to time.</p>