

Five-Star Business Finance Limited

Schedule of Charges

1. Interest:

- a. The rate of interest for all loans will be decided from time to time. The rate of interest shall be fixed for the entire tenure of the loan.
- b. The rate of interest is dependent on the loan tenure since the company's cost of funds is also dependent on the tenure of such funding. However, the company reserves the right to charge differential rate of interest depending on the risk profile of the borrowers.
- c. Interest is charged on daily products of the loan under Daily Diminishing Balances (DDB) Method only and compounded monthly.
- d. Interest is debited to all loan accounts at monthly intervals and at the time of closure, if the loan is closed before the end of the month.
- e. For NPA accounts, interest is chargeable as per Income Recognition & Asset Classification (IRAC) norms advised by RBI from time to time/ policy of the Company.

2. Penal Interest

The penal interest for the delayed payment shall be charged @ 3% per month on the delayed amount for the delayed period only. Such interest will be charged along with regular interest at monthly intervals.

3. Processing Charges

Processing charges at the rate of 2% of the loan amount + GST @ applicable rate shall be charged on all the loans.

4. Pre-closure charges:

For all loans sanctioned on or before 24th Oct 2017, the prepayment norms shall be as given in the MITC that has been executed between the Company and the borrower. For all loans sanctioned after 24th Oct 2017, there will be no pre closure charges for the loans given by the company, if the pre closure is made after the completion of 12 months from the date of loan disbursement. If the loan is prepaid within 12 months of the disbursement date, pre-closure charges @ 1% of the prepaid amount shall be charged.

5. Other Miscellaneous Charges:

Sl.no	Charges for	Applicable Charges
1	Legal & Inspection Charges	Upto Rs 2,000 per loan
2	MOD registration expenses	Actuals to be borne by the customer
3	Cheque Return	Rs 300 per return
4	ECS / NACH Bounce	Rs 300 per return
5	DD for disbursement	Actual charge for DD issue
6	Collection Pick up charges / Recovery Visit charges	Rs 100 per visit
7	EC	Actuals to be borne by the customer
8	Stamp duty	Actuals to be borne by the customer
9	Document Charges	Upto Rs 2,000 per loan
10	Document Storage related charges	Rs. 500 per loan for the entire tenure of the loan
11	Insurance premium	Actuals