

COVID RELATED RESTRUCTURING 1.0

To Customers of Nivara Home Finance:

In line with RBI circular RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6th August 2020, the Board of Directors have approved a policy on restructuring of stressed accounts on account on Covid-19.

A brief summary of Covid related restructuring policy 1.0 is as below;

Eligible Accounts for Restructuring

1. The account should be Standard and below 30 Days past Due (DPD) as on 29th February 2020
2. The account should be standard before implementation of the restructuring plan

Qualification Conditions & Resolution Plan

1. The borrower submits a written request to Nivara for restructuring
2. The request should be received on or before 31st December 2020
3. The restructuring plan can include, EMI holiday/ EMI moratorium, EMI reduction and or combination of all of above. However, the original loan tenor cannot be extended by greater than 2 years of the original sanction. The sanctioning authority can also approve additional loan depending on the borrower's situation.
4. The sanctioning authority can also waive some or all portion of overdue charges, interest, and principal.
5. The sanctioning authority can also reduce the interest charged for the borrower

Due Diligence

1. The credit team will do a reassessment of the borrower's income who has applied for restructuring. The credit team will quantify the amount of income affected compared to the original income assessed at the time of sanctioning of the loan. In case of income getting affected by more than 20%, the borrower will be eligible for restructuring.
2. Exceptional cases where income affected is less than 20% can be approved by MD & CEO.
3. The restructuring plan should be implemented within 90 days of approval (Last date of approval is 31st December 2020)
4. The revised terms should be accepted by borrower in writing