Wholesale Banking – Penal Charges

Sr. No.	Nature of Default / Delay	Penal Charges applicable (effective from 1st April 2024)
1	Delayed/Non- Creation of Security / Non-compliance of condition as prescribed in sanction terms - beyond approved deferral period.	0.0055% + GST per day on the facility amount availed across all funded and non-funded facilities. This would be charged on the Daily outstanding across all facilities.
2	Delay in submission of stock and book debt statements	0.0055% + GST per day on Daily Outstanding CC/OD / WCDL balances. Applicable only on CC/OD / WCDL fund-based facilities.
3	Delay in repayments of term loans (Normal Interest & Principal Instalments)	0.0055% + GST per day on amount of default (Principal + Interest). Covers both Short and Long tenor term loan facilities.
4	Overdrawings in CC/OD (Utilization above limits or DP whichever is lower)	0.0055% + GST per day on excess utilization.
	Expiry of CC/OD limits	0.0055% + GST per day on excess utilization.
	Inland Trade Finance Facilities (Bill / Invoice Discounting / Financing / Factoring)	0.0055% + GST per day on the outstanding principal amount to be collected at time of regularization of overdue bill. Regular interest as per sanction to continue to be recovered till regularization date.
5	Pre-Payment	2% of pre-paid amount on Term Loan facility + GST
		Not applicable for Supply Chain Finance Segment.
6	Delay in Submission of End Use Certificate	0.0055%+ GST per day on the facility amount availed across all funded facilities. This would be charged on the Daily outstanding across all funded facilities.
7	Failure to top up collateral cover or reduce the exposure in line with collateral value.	0.0055%+ GST per day on the facility amount availed across all funded and non-funded facilities. This would be charged on the Daily outstanding across all facilities.

NOTE: Regular interest on funded facilities (including interest on unpaid interest at contracted rate) will continue to be levied as per sanctioned terms on all overdue facilities till regularized.