CONSOLIDATED FINVEST & HOLDINGS LIMITED

This Loan and Investment Policy was duly approved by Board of Directors of the Company and changed from time to time and lastly it was amended by Board of Directors of the Company on 12th February 2021

LOAN POLICY

Consolidated Finvest & Holdings Limited (referred to as the "Company") is a NDSI Company in compliance of Para 11 of 'Non-Banking financial Company – Systematically Important Non Deposit Taking and Deposit Taking Company (Reserve Bank) Directions, 2016 has formulated this Loan Policy to lay down the following procedures/practices in dealing with the business transactions.

(i) Interest

(a) Interest must be payable on all types of Loan sanctioned by the Company.

(b) Rate of Interest on the Loan sanctioned by the Company be decided by the Board of Directors of the Company, which may vary from time to time. At present rate of Interest is as under:

i) Loan sanctioned to a group, sister or Associate companies - 7.30% - 10 % p.a.

ii) Loan sanctioned to outside the group - 8.00% - 12 % p.a.

(c) Interest on such Loan, as stipulated shall be payable on quarterly rests.

(ii) Authority

Loan amount will be sanctioned by the Company on approval of Loan Application Form by any director of the Company.

All the loan amount will be sanctioned by the Loan & Investment Committee, constituted by the Board of Directors of the Company.

Loan and Investment committee may also place before the Board loan amount being sanctioned on quarterly basis.

(iii) Demand Loans

i) A cut off date of one year within which the repayment of demand loan, sanctioned by the company shall be demanded. However after the expiry of one year the same can be renewed from time to time, subject to timely payment of interest and as per discretion of the Company

ii) Loan and Investment Committee shall record specific reasons in writing at the time of sanctioning demand loan, if the cut off date for demanding such loan is stipulated beyond one year from the date of sanction.

iii) The rate of interest shall be payable on such loans as mentioned above.

iv) Interest on such loans be payable on quarterly rests, i.e., January, April, July and October.

v) Such demand loans will not be renewed unless periodical review by Loan and Investment committee has shown satisfactory compliance with the terms of sanction.

(iv) KYC documents

All applicants for Loan to submit KYC documents as mentioned in the Loan Application form.

(v) Review of the Loans sanctioned

All the Loans sanctioned by the Company shall be reviewed by the Loan & Investment committee and Board of Directors of the Company for performance of the Loans so sanctioned on quarterly bases. No such Loan shall be renewed unless the periodical review by the committee has shown satisfactory compliance of the same.

(vi) Changes in terms and conditions

(a) The Company shall give notice to the borrower of any change in the terms and conditions.

(b) The Company shall release all securities on repayment of all dues or on realisation of the outstanding amount of loan, subject to any legitimate right or lien for any other claim the Company may have against the borrower.

CONSOLIDATED FINVEST & HOLDINGS LIMITED

INVESTMENT POLICY

Consolidated Finvest & Holdings Limited (referred to as the "Company") is a NDSI Company in compliance of Para 10 of 'Non-Banking financial Company – Systematically Important Non Deposit Taking and Deposit Taking Company (Reserve Bank) Directions, 2016 has formulated this Investment Policy to lay down the following procedures/practices in dealing with the business transactions.

i) Classification

All the investments in shares are on long term and investments in units of mutual funds are on short term basis. However if the Company want to change in the classification of investments, it shall do only twice in a year i.e. in April and October month of every year, as provided in Prudential norms of RBI, with the approval of the Board of Directors of the Company.

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ii) Nature of Investments

All the present and future investments in the group, associate and sister companies are to be strategic type and not for earnings. However company may invest funds in the units of Mutual Funds and shares of Companies outside the Group.

iii) **Authority**

Company has Loan and Investment Committee of Board of Directors. All the investments / sale of investment are to be approved by the Loans and Investment committee.

(iv) Review of the Investments by the Board

Board will review the performance of the Investments made by the Company periodically to ensure the adequate return in the shares of outside group and mutual fund.