

**DEBT SERVICING RELIEF MEASURES FOR TDB'S BORROWER COMPANIES ON
ACCOUNT OF COVID- 19**

Following relief measures have been approved by the Board in debt servicing on account of COVID - 19 only to those borrower companies seeking / requesting relief from TDB on account of COVID -19 pandemic: -

- (a) To grant a moratorium of three months of repayment instalments (i.e. principal and or interest components; bullet repayments) falling due between March 1, 2020 to May 31, 2020.
- (b) To charge simple interest @ 5% during this moratorium period (from 1st March 2020 to 31st May 2020).
- (c) No delayed interest @ 10% for this period (from 1st March 2020 to 31st May 2020 i.e. 91 days) shall be charged.
- (d) The rescheduling of payments, including interest, will not qualify as a default for the purposes of supervisory reporting and reporting to Credit Information Companies (CICs) by the lending institutions.
- (e) The moratorium will not be treated as concession or change in terms and conditions of loan agreements or waiver of either interest or loan payable for the intervening period.
- (f) The entire remaining repayment period shall be re-scheduled to give effect to the three months moratorium of payment.

However, this moratorium is being provided specifically to enable the borrowers to tide over economic fallout from COVID-19, the same will not be treated as concession or change in terms and conditions of loan agreements.