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.