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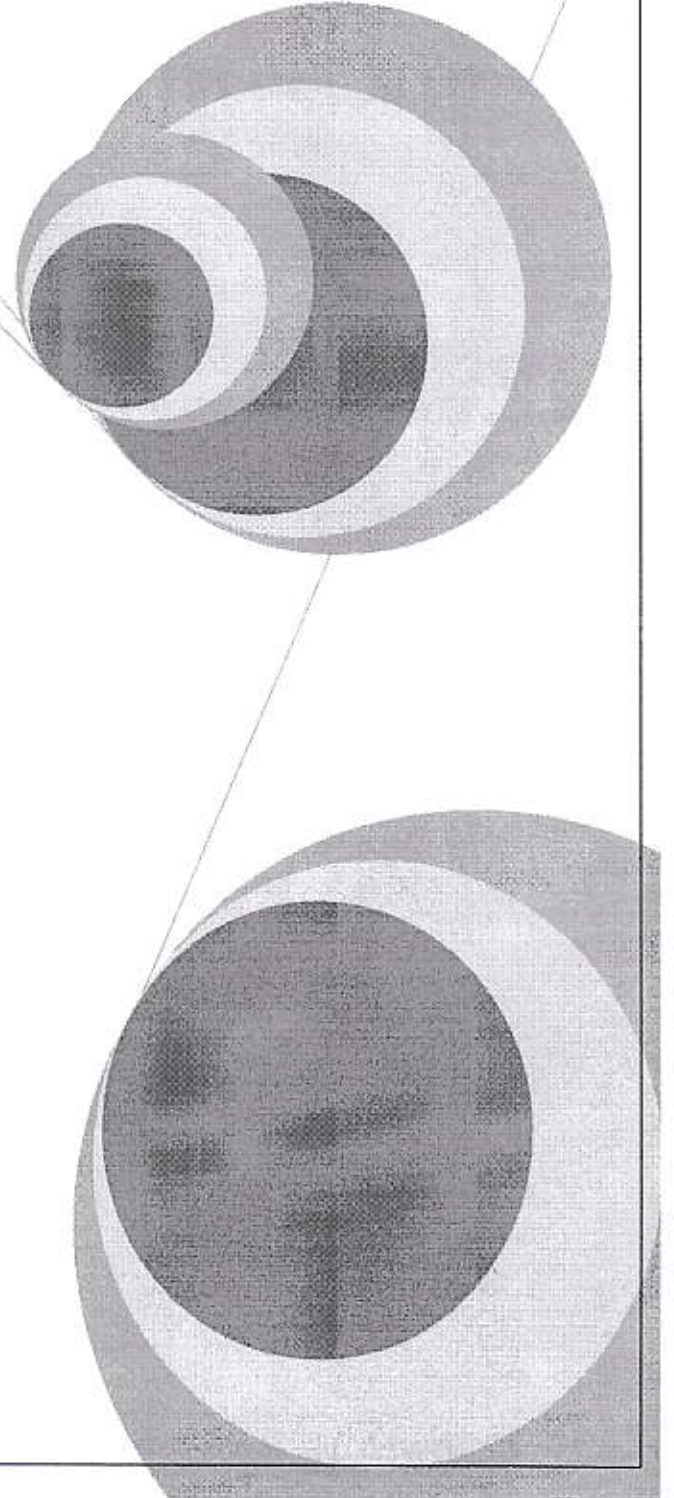
सहकार

समृद्धी

POORNAWADI NAGRIK SAHAKARI BANK MARYADIT, BEED.

Head Office :- Subhash Road, Beed - 431122. PH - (02442)230576, FAX - (02442) 229755

Bank Policy on Resolution
Framework 2.0: Resolution of
COVID -19 related stress of
Individuals and Small Businesses
(other than MSME)



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Bank Policy on Resolution Framework 2.0: Resolution of COVID -19 related stress of Individuals and Small Businesses (other than MSME)

Recently RBI vide notification DOR.STR.REC.11/21.04.048/2021.22 dated 05.05.2021 issued guidelines on Resolution Framework - 2.0: Resolution of COVID -19 related stress of Individuals and Small Businesses (other than MSME loans)

The Following are the Policy guidelines adopted by Bank with regard to implementation of the Resolution Framework 2.00 for Personal loans and small business loans and same has been approved by the bank in the Board of Directors Meeting held on 31.05.2021 vide resolution No. (13)

PARTICULARS	RESOLUTION FRAMEWORK 2.0
Eligible Borrowers	<ul style="list-style-type: none">• Borrowers having stress on account of Covid-19• Borrowers accounts shall be eligible for resolution under this framework which were classified as STANDARD as on 31.03.2021

Eligible as per resolution	<p>The following borrowers shall be eligible</p> <ul style="list-style-type: none"> • Individuals who have availed personal loans, consumer loans, education loans, Housing loans, Vehicle loans etc. (Salary loans having stress of COVID-19 shall be eligible) (The credit facilities provided by the bank to own staff are excluded) • Individuals who have availed of loans and advances for business purposes and to whom the lending institutions have aggregate exposure of not more than Rs. 25 crore as on 31.03.2021. • Small businesses, including those engaged in retail and wholesale trade, other than those classified as MSME enterprises as on 31.03.2021 and to whom the lending institutions have aggregate exposure of not more than Rs. 25 crore as on 31.03.2021.
Invocation	The last date for invocation of resolution is 30 th September, 2021
Disposal of application	Decision on the application shall be communicated in writing to the applicant within 30 days of receipt of application.

Implementation of resolution	The resolution plan implemented within 90 days from the date of invocation but not later than 31.12.2021.
Permitted features of resolution plan	The Resolution plan include : <ul style="list-style-type: none"> • Rescheduling of payments • Conversion of any interest accrued or to be accrued into another credit facility. • Revision in working capital sanctions. • Granting of moratorium etc.
Moratorium period allowed	Maximum 24 months
Extension of Loan Tenor	<p>The overall cap on extension of residual tenor inclusive of moratorium period if any permitted shall be maximum Two years.</p> <p>The extension of residual tenor of the loan facilities may also be granted to borrowers, with or without payment moratorium.</p>
Extension of Resolution Framework 1.0	<p>In case of loan of borrower, where resolution plan had permitted no moratorium or moratorium less than two years and/or extension of residual tenor by a period of less than two years.</p> <p>Bank can modify such plans only to the extent of increasing the period of moratorium / extension of residual tenor subject to cap of maximum 24 months, and the consequent changes necessary in the terms of the loan for implementing such extension.</p> <p>The overall caps on moratorium</p>

	and/or extension of residual tenor granted under resolution Framework -1.0 and this framework combined, shall be two years.
Asset Classification	<p>If a Resolution plan is implemented as per guidelines, the Asset Classification of borrowers' accounts classified as STANDARD shall be retained as such upon implementation.</p> <p>Borrowers account which may have slipped into NPA between invocation and implementation may be upgraded as STANDARD, as on the date of implementation of the resolution plan.</p>
Process of confirming the stress due to COVID affecting the income of the Borrower.	<p>a. Personal Loans :</p> <p>i. In case of salaried persons/pensioners: There should be a reduction in salary/ job loss etc. To ascertain this, the latest salary slips /bank account details of the borrower may be verified and compared with the earlier period</p> <p>ii. In case of Non-salaried persons: There should be a reduction in income stream. The Bank account details, GST return etc may be verified for this purpose.</p> <p>b. Small Business Through any or more of the following manner:-</p>

i. Bank statements of the individual /entity for last 6 months may be verified and compared with that of earlier period.

ii. GST Return of the individual / entity for last 6 months may be verified and compared with that of earlier period.

iii. Self-attested Profit & Loss statement for the FY ended 31 March 2021 may be verified

Branches are advised to adhere to the above guidelines.




Chief Executive Officer