



Svasti Microfinance Private Limited

Change in interest rate– Q3-2021-22

Circular 29/2021-22

Release date: 05-Oct-2021

Effective date: 08-Oct-2021

As per RBI regulations, the maximum interest rate that can be charged has been increased to 21.86%. In order to comply with the regulations, we have changed the interest rate on all the loan products. The new loan product sheet is attached.

Starting from the effective date, all loans disbursed will be as per the new interest rate and product sheet.

All branch staff should inform the customers of this change in the next origination meeting. If the RV has been conducted for the group, then the CDL staff will inform them at the DM.

Since the interest rate has changed, the principal and interest components of every installment will change. So in case of prepayments, please take the outstanding balance from MERP.

Transition Process

| Who | What action |
|--------|---|
| Branch | Communicate change in interest rate to all customers whose loans are under process with disbursement scheduled/planned after the effective date. |
| MERP | Introduction of new loan schemes For all groups under process as of the effective date, update the loan scheme ids to the new loan scheme id while maintaining the same loan ticket size |