

# **SNAPMINT FINANCIAL SERVICES PRIVATE LIMITED**

## **SERVICE AND OTHER CHARGES**

## **PREAMBLE:**

As per RBI latest circular No. RBI/2023-24/53; DoR.MCS.REC.28/01.01.001/2023-24 dated Aug 18, 2023 on 'Fair Lending Practice - Penal Charges in Loan Accounts', and subsequent Circular No. RBI/2023-24/102; DoR.MCS.REC.61/01.01.001/2023-24 has advised banks that penalty, if charged, for non-compliance with the material Terms and Conditions of the loan contract will be treated as penal charges and not be levied in the form of penal interest that is added to the rate of interest charged on the loans/advances.

The RBI has further advised that there will be no capitalisation of penal charges, i.e. no further interest will be computed on such penal charges. However, this will not affect the normal procedure for compounding of interest in the Loan Account.

The above guidelines are effective from Apr 01, 2024 and applicable for all fresh loan facilities executed from Apr 01, 2024. In case of an existing loan facility, the switchover to the new penal charges regime will take place by the next review or renewal date or before June 30, 2024, whichever is earlier. The charges are as below for all loan products being granted by Snapmint Financial Services Private Limited:

### **1. Purchase Financing**

Particulars	Details
Tenure:	1 to 12 months
Interest rates:	0% to 5% per month
Processing fees:	0% to 5% or 0 to 1500 INR + GST
Penal charges:	<p>After the expiry of the 5-day grace period from the due date of the first overdue EMI the following penalty will be charged:</p> <ol style="list-style-type: none"><li>1. A penal charge of 0.1% per day (i.e. 36.5% per annum) on the overdue EMI amount will be applicable</li><li><b>and</b></li><li>2. A flat late payment penalty will be charged for each EMI overdue as mentioned below:</li></ol> <p>If EMI amount is</p> <ul style="list-style-type: none"><li>• less than INR 500 : INR 30/-</li><li>• INR 500 to INR 3000 : INR 50/-</li><li>• INR 3000 &amp; above : INR 100/-</li></ul>
Foreclosure charges :	5.0% on principal outstanding (+GST)

### **2. Purchase Financing: Paylater**

Particulars	Details
Tenure:	1 month
Interest rates:	NA
Processing fees:	NA
Penal charges	After the expiry of the 3-day grace period from the due date of the first overdue

	<p>installment, the following charges will be applicable:</p> <ol style="list-style-type: none"> <li>1. A penal charge of 0.1% per day (i.e. 36.5% per annum) on the overdue installment amount will be applicable</li> <li><b>and</b></li> <li>2. A flat late payment penalty of Rs.35 or 10% of installment value (whichever is higher) will be charged for each installment overdue. The maximum late payment penalty for each overdue installment will be Rs. 300</li> </ol>
Foreclosure charges :	NA

### 3. Personal Loan

Particulars	Details
Tenure:	3 to 9 months
Interest rates:	2% to 5% per month
Processing fees:	1% to 5% or 0 to 1500 INR + GST
Penal charges:	<p>After the expiry of the 5-day grace period from the due date of the first overdue EMI the following penalty will be charged:</p> <ol style="list-style-type: none"> <li>3. A penal charge of 0.1% per day (i.e. 36.5% per annum) on the overdue EMI amount will be applicable</li> <li><b>and</b></li> <li>4. A flat late payment penalty will be charged for each EMI overdue as mentioned below:</li> </ol> <p>If EMI amount is</p> <ul style="list-style-type: none"> <li>• less than INR 500 : INR 30/-</li> <li>• INR 500 to INR 3000 : INR 50/-</li> <li>• INR 3000 &amp; above : INR 100/-</li> </ul>
Foreclosure charges:	5.0% on principal outstanding (+GST)

### **AMENDMENT**

Any changes to the interest rate charged to borrowers will be subject to approval by the Board of Directors and will be in compliance with the guidelines set by the Reserve Bank of India. Upon approval, the revised interest rate will be promptly updated on our website, ensuring transparency and timely communication with our stakeholders.