SANCTION LETTER

Ref No. IDBIG0000056529 Date: 15-06-2026

ICON FILTER
SHED NO 17, SHRNAM INDUSTRIAL ESTATE, KATHWDA GIDC, KATHWADA, 0, AHMEDABAD, AHMADABAD, GUJARAT, 382430

Dear Sirs,

Credit Facilities of Rs. 4000000.00

Please refer to your application and the subsequent discussions your representatives had with us regarding grant of working capital facilities. The proposal has been considered and IDBI Bank Ltd. (IDBI Bank) is agreeable, in principle, to grant to you the following credit facilities within an overall limit of Rs.4000000.00 (Rupee Forty Lakhs Only) as under:

Type of Facility	Facility Amount In Rupees
Cash Credit	4000000.00

In case the contents of Key Facts Statement (KFS) as provided in **Appendix I** and the terms and conditions given in **Appendix II** are acceptable to you, you may return the duplicate copy of this letter along with **Appendix I and Appendix II duly signed by you your authorized person within 30 days from the date of receipt of this Sanction Letter.**

Meanwhile, kindly acknowledge receipt of this Sanction Letter.

Key Facts Statement (KFS) as provided in **Appendix I** and other terms and conditions are mentioned in **Appendix II**.

Yours faithfully,

Branch Head

Enclosure: Appendix I, II , III & IV

<u>**Appendix I**</u>

Key Facts Statement

Part 1

<table>
<tr><td>1</td><td>Loan proposal/ account No.</td><td colspan="2">IDBIG0000056529</td><td>Type of Loan</td><td colspan="2">Cash Credit</td></tr>
<tr><td>2</td><td colspan="3">Sanctioned Loan amount (in Rupees)</td><td colspan="3">Forty Lakhs Only</td></tr>
<tr><td>3</td><td colspan="3">Disbursal schedule
(i) Disbursement in stages or 100% upfront.
(ii) If it is stage wise, mention the clause of loan agreement having relevant details</td><td colspan="3">100% upfront</td></tr>
<tr><td>4</td><td colspan="3">Loan term (year/months/days)</td><td colspan="3">12 months</td></tr>
<tr><td>5</td><td colspan="3">Instalment details</td><td colspan="3"></td></tr>
<tr><td colspan="2">Type of instalments</td><td>Number of EPIs</td><td>EPI</td><td colspan="3">Commencement of repayment, post sanction</td></tr>
<tr><td colspan="2">NA</td><td>NA</td><td>NA</td><td colspan="3">NA</td></tr>
<tr><td>6</td><td colspan="3">Interest rate (%) and type (fixed or floating or hybrid)</td><td colspan="3">9.90/ Floating</td></tr>
<tr><td>7</td><td colspan="3">Additional Information in case of Floating rate of interest</td><td colspan="3">-</td></tr>
</table>

<table>
<tr><td>Reference Benchmark</td><td>Benchmark rate (%) (B)</td><td>Spread (%) (S)</td><td>Final rate (%) R = (B) + (S)</td><td colspan="2">Reset periodicity (Months)</td><td colspan="2">Impact of change in the reference benchmark (for 25 bps change in</td></tr>
<tr><td></td><td></td><td></td><td></td><td></td><td></td><td colspan="2"></td></tr>
<tr><td></td><td></td><td></td><td></td><td>On renewal of CC limit</td><td>Not applicable</td><td>Not applicable</td><td>Not applicable</td></tr>
</table>

<table>
<tr><td>8</td><td colspan="5">Fee/ Charges</td></tr>
<tr><td colspan="2"></td><td colspan="2">Payable to the RE (A)</td><td colspan="2">Payable to a third party through RE (B)</td></tr>
<tr><td></td><td></td><td>One-time/Recurring</td><td>Amount (in Rs.) or Percentage (%) as applicable</td><td>One-time/Recurring</td><td>Amount (in Rs.) or Percentage (%) as applicable</td></tr>
<tr><td>(i)</td><td>Processing fees</td><td>One time</td><td>5000.0</td><td>NIL</td><td>NIL</td></tr>
<tr><td>(ii)</td><td>Insurance charges</td><td>NIL (Comprehensive insurance of current assets and fixed assets charged to the Bank with</td><td></td><td></td><td></td></tr>
</table>

		Bank clause. To be obtain by Borrower)			
(iii)	Valuation fees	NIL	NIL	NIL	NIL
(iv)	Others:				
	1. FI Charges	One Time	2500.0	Nil	Nil
	2. Stamp duty charges	One Time	Stamp Duty and other charges as per Prevailing State laws	Nil	Nil
9	Annual Percentage Rate (APR) (%)			Not Applicable	
10	Details of Contingent Charges (in Rs. or %, as applicable)				
(i)	Penal Charges, if any, in case of delayed payment			2%p.a. plus GST	
(ii)	Other Penal charges, if any			Nil	
(iii)	Foreclosure charges, if applicable			Nil	
(iv)	Charges for switching of loans from floating to fixed rate and vice versa			Not applicable	
(v)	Other charges:			Visit Charges : Rs.750/- plus GST quarterly	

Part 2 (Other qualitative information)

1	Clause of Loan agreement relating to engagement of recovery agents	Clause no. 5 of Hypothecation cum loan agreement
2	Clause of Loan agreement which details grievance redressal mechanism	Clause no. 23 of Hypothecation cum loan agreement
3	Phone number and email id of the nodal grievance redressal officer	ibkl0000009@idbi.co.in, 0265-2433515
4	Whether the loan is, or in future maybe, subject to transfer to other REs or securitisation (Yes/ No)	Yes, refer clause 8. Assignment and Clause 21 Securitisation of Hypothecation cum Loan Agreement
5	In case of lending under collaborative lending arrangements (e.g., co-lending/ outsourcing), following additional details may be furnished:	

Name of the originating RE, along with its funding proportion	Name of the partner RE along with its proportion of funding	Blended rate of interest
Not Applicable	Not Applicable	Not Applicable

6	In case of digital loans, following specific disclosures may be furnished:	
(i)	Cooling off/look-up period, in terms of RE's board approved policy, during which borrower shall not be charged any penalty on prepayment of loan	Not Applicable
(ii)	Details of LSP acting as recovery agent and authorized to approach the borrower	Not Applicable

Computation of Annual Percentage Rate (APR)

Sl. No.	Parameter	Details
1	Sanction Loan amount (in Rupees)	4000000.00
2	Loan Term (Years/ months/ days)	12 months
2 (a)	No. of instalmets for payment of principal, in case of non-equated periodic loans	Not applicable
2 (b)	• Type of Equated Periodic Instalment (EPI) • Amount of each EPI (in Rs.) and • Nos. of EPIs (e.g., no. of EMIs in case of monthly instalments)	Not applicable
2 (c)	No. of instalments for payment of capitalized interest, if any	Not applicable
2 (d)	Commencement of repayments, post sanction	Not applicable
3	Interest rate type (fixed or floating or hybrid)	Floating
4	Rate of Interest	9.90%
5	Total Interest Amount to be charged during the entire tenor of the loan as per the rate prevailing on sanction date (in Rs.)	Not Applicable
6	Fee/ Charges payable (in Rs.) [Exact or Upper Ceiling]	
	6A payable to Bank	R.s 8250.0
	6B payable to third parties routed through Bank	NIL
7	Net disbursed amount	NIL
8	Total amount to be paid by the borrower	8250.0
9	Annual Percentage Rate – Effective annualized interest rate (in percentage)	NIL
10	Schedule of disbursement as per terms and conditions	Not Applicable
11	Due date of payment of instalment and interest	Not Applicable

Amortization Schedule

Installment No.	Outstanding Principal	Principal	Applicable interest @ 5% p.a from borrower	Interest Subvention @ 8% p.a by Govt.	Total Interest	Monthly Installment in account
Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Total		Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable

I hereby acknowledge and confirm that the contents of Key Fact Statement (KFS), Computation of Annual Percentage Rate (APR) and Amortisation Schedule has been explained to me and I have understood and accepted the same. I have no doubt in this regard.

(Applicant) (Co-applicant)

Appendix II

Other Terms and Conditions

1. The grant of aforesaid credit facilities is subject to the normal terms and conditions contained in the Loan cum Hypothecation Agreement. This letter shall form an integral part of the Loan cum Hypothecation Agreement to be entered into by you with IDBI Bank.
2. The standard form of Loan cum hypothecation Agreement covering the above credit facilities, would be forwarded to you by IDBI Bank upon acceptance of this Sanction Letter.
3. Please note that this communication should not be construed as giving rise to any binding obligation on the part of IDBI Bank unless you communicate to IDBI Bank within 30 days from the date of receipt of this Sanction Letter that the terms and conditions set out herein are acceptable to you and unless the Facilities Agreement and other documents relating to the financial assistance are executed by you in such form as may be required by IDBI Bank within 2 months from the date of this Sanction Letter or such further time as may be allowed by IDBI Bank in its absolute discretion.
4. You agree and undertake to repay to the Bank the Credit Facility by Equated Periodic Instalment (EPI) on the respective dates set out in Appendix I. EPI is an equated or fixed amount of repayments, consisting of both the principal and interest components, to be paid by a borrower towards repayment of a loan at periodic intervals for a fixed number of such intervals; and which result in complete amortisation of the loan. EPIs at monthly intervals are called EMIs. Further, it is hereby acknowledged and confirmed by you that the contents of Key Fact Statement (KFS), Computation of Annual Percentage Rate (APR) and Amortisation as mentioned under Appendix I have been explained to you in your vernacular language and you have understood and agreed to the same. Annual Percentage Rate (APR) is the annual cost of credit to the borrower which includes interest rate and all other charges associated with the credit facility
5. IDBI Bank reserves the right to amend any of the terms and conditions hereof (including reducing or canceling any or all- the credit facilities) at its sole discretion.
6. Annual Guarantee Fee (AGF)/ Annual Service Fee (ASF) as per CGTMSE guidelines or CGSSI/CGFMU Fee as prescribed by NCGTC from time to time shall be paid by the borrower, **wherever applicable**.
7. (i) IDBI Bank / Lender shall have the right to levy Penal Charges @2% on the outstanding loan amount in the event of breach of any Material Terms and Conditions contained in the sanction letter and this Agreement.
   (ii) You will be informed of the levy of Penal Charges for breach of any of the Material Terms and Conditions upon occurrence of such breach/ Event of Default.
   (iii) The Penal Charges will not be capitalized and no further interest shall be computed on the Penal Charges.
   Material Terms and Conditions means all the terms and condition stipulated in this letter of intent.
8. **Right to disclose the names and particulars of the Borrowers / Guarantors / Security Providers and the credit facilities availed of / to be availed, by the Borrower**

   The Borrower(s) / Guarantor(s) / Security Provider(s) is/are aware and hereby give consent to the Lender to furnish to National E-Governance Services Limited (NeSL) or any other Information Utility, the financial information as defined under the Insolvency and Bankruptcy Code, 2016 (IBC). Further, as and when any intimation / email / correspondence is received from such Information Utility, the Borrower(s) / Guarantor(s) / Security Provider(s) hereby

agree and undertake to authenticate the said financial information, submitted / furnished by the Lender to NeSL or any other Information Utility, within the timelines stipulated by NeSL or any other Information Utility.
The Borrower(s) / Guarantor(s) / Security Provider(s) undertake that :
(a) NeSL and / or any other Information Utility / agency so authorised may use, process the said financial information and data disclosed by the Lender in the manner as deemed fit by it ; and
(b) NeSL and / or any other Information utility / agency so authorised may furnish the processed financial information and data thereof prepared by them, to NCLT or others, as per the provisions of IBC."
The borrower(s) and the guarantors shall be deemed to have given their express consent to the bank to disclose the information and data furnished by them to the bank/regulator and also those regarding the credit facilities to Credit Information Bureau of India Ltd (CIBIL) and any such credit information companies as defined by the RBI.

9. **Classification as Special Mention (SMA) and Non-Performing Asset (NPA)**
Borrower accounts, immediately on default i.e. when Principal or interest payment or any other amount wholly or partly becomes overdue would be classified as special mention accounts (SMA). Further, If the payments remains overdue for more than 90 days, the Borrower's account will be classified as NPA.
The date of SMA/NPA shall reflect the asset classification status of an account at the day-end of that calendar date.

The basis for classification of SMA categories is as follows :

Loans other than revolving facilities		**Loans in the nature of revolving facilities like cash credit/overdraft**	
SMA Sub-categories	Basis for classification – Principal or interest payment or any other amount wholly or partly overdue	SMA Sub-categories	Basis for classification – Outstanding balance remains continuously in excess of the sanctioned limit or drawing power, whichever is lower, for a period of:
SMA-0	Upto 30 days		
SMA-1	More than 30 days and upto 60 days	SMA-1	More than 30 days and upto 60 days
SMA-2	More than 60 days and upto 90 days	SMA-2	More than 60 days and upto 90 days

Example:

If due date of a loan account is March 31, 2021, and full dues are not received before the lending institution runs the day-end process for this date, the date of overdue shall be March 31, 2021. If it continues to remain overdue, then this account shall get tagged as SMA-1 upon running day-end process on April 30, 2021 i.e. upon completion of 30 days of being continuously overdue. Accordingly, the date of SMA-1 classification for that account shall be April 30, 2021.
Similarly, if the account continues to remain overdue, it shall get tagged as SMA-2 upon running day-end process on May 30, 2021 and if continues to remain overdue further, it shall get classified as NPA upon running day-end process on June 29, 2021.

Appendix IV

1. Cash Credit

Term Sheet

Sr. No.	Particulars	Terms & Conditions
i	Type of Facility	Cash Credit
ii	Limit / Amount	Rs. 4000000.00 (Rs. Forty Lakhs Only)
iii	Purpose	Working Capital
iv	Rate of Interest (exclusive of interest tax, other levies / duties)	@RLLR +/1.75.% (Presently RLLR is 8.15% p.a.) payable monthly
v	Commitment Charges	@ Not Applicable
vi	Other Charges	Documentation charges & out of pocket charges at actuals
vii	Margin	25% on Stock and book-debts up to 90 days
viii	Security	Primary: Hypothecation of Stock and Book Debts & Current Assets both present and future Charge on current assets Collateral: NIL Guarantor/s:1 : DATTATRYA DHONDIRAM SARPALE
ix	Tenure of Facility	12 months
x	Repayment Terms	On demand
xi	Method or source of repayment	Out of internal accruals
xii	Other Conditions (Facility specific, if any)	1. Firm to close CC with UBI prior to disbursement of IDBI CC limit. Firm to close any other Existing working Capital limit before the disbursement of the loan. Unit should avail working facility under Sole Banking arrangement with exclusive charge on current assets of the firm. Undertaking to be obtained for sole banking. 2. Branch to obtain Credit Information report from UBI in IBA format. Any adverse observation to be reported to sanctioning authority. Branch to ensure compliance of takeover norms (point 10.1 and 10.03) of credit policy. 3. Branch to obtain latest bank & loan account statement outstanding balance confirmation from UBI. 4. Existing charge of UBI and Canara Bank (Asset ID no 200080157653 and 200080157708 for Rs.6.07 lakh) over movables in CERSAI to be satisfied prior to disbursement of IDBI CC. Branch to register charge in CERSAI according to proposed limit on stock and book debts and fill all the details

pertaining to the borrower viz. borrower complete address while registering the charge

5. Branch to ensure “No Charge on current asset of the firm” from any other lender.

6. Branch to ensure to obtain No dues certificate from UBI within 10 days of disbursement.

7. Branch to obtain undertaking that the rent agreement is renewed as and when expired till the currency of the loan.

8. The dealing Branch shall obtain the sanction letter of the loans reported in CIBIL report and verify thoroughly that no charge on current asset has been created by any NBFC or Bank in any facility, only thereafter the facility shall be fully disbursed.

9. Applicable Processing Fees and other Fees to be paid up front. Branch to ensure complete documentation and security creation.

10. Branch to obtain Legal Vetting from empanelled advocate prior to disbursement.

11. Accepted copy of Sanction Letter and signed copy of SoC to be obtained.

12. Personal guarantee of Proprietor to be obtained.

13. Pre-disbursement unit visit along with Geo tagging is to be ensured.

14. Branch to obtain latest electricity bill of Unit/Godown prior to disbursement.

15. Branch to collect CGTMSE Fees prior to release of the limit.

16. All borrowers having availed facility under CGTMSE scheme should indicate in the name boards of the enterprises/ hypothecation display boards / suitable stickers that the enterprise has been financed by IDBI Bank and guaranteed by CGTMSE under Credit Guarantee Scheme for Micro & Small Enterprises (CGMSE).

17. Branch to ensure all clearance to be obtained to run business.

18. CGPAN to be obtained by the branch prior to disbursement of the loan.

19. The Annual Guarantee Fee of CGTMSE as applicable to be borne by the customer separately.

20. Branch to closely monitor the account, end use of funds to be strictly for Business purpose & Undertaking pertaining to end use of funds to be obtain.

21. Fresh CIBIL & CMR report to be generated if disbursement takes more than 1 month. Any adverse observation to be reported to the sanctioning

authority.

22. Declaration for opening of current/ continuing current account/collection account with IDBI Bank to be obtained.

23. Stock Insurance @ 110% of peak value with "Bank Clause" to be taken prior to disbursement & ensure yearly renewal.

24. Branch to ensure linking of Customer ID of Proprietor to the Cash Credit account.

25. Branch to ensure "No Charge on current asset of the firm" from any other lender.

26. Latest Stock Statement with bifurcation of Debtors Age wise Creditors and Stock to be taken along with the annexures/schedules. Drawing power to be calculated accordingly.

27. Book Debt in the name of the associate /sister /group concern shall not be accepted for the purpose of DP calculation except for genuine business transactions

28. Overdue debts should not be reckoned for calculation of Drawing Power.

29. While computing drawing powers, sundry creditors for services obtained to be deducted from value of book debts

30. Branch to ensure compliance with respect to Documentation as per IMSME product.

31. Branch to release amount post security creation and perfection only.

32. Branch to obtain sufficient insurance cover for the primary security/ies with "Bank Clause" preferably from our channel partner.

33. Borrower to provide certificate of No statutory liability on the firm and proprietor.

34. Branch to ensure closure of existing other bank current a/c if any within 30 days from the date of disbursement.

35. Branch to educate the customer that business transactions to be routed from Proposed IDBI Cash credit Account only.

36. Borrower to display signboard in their premises stating "We bank with IDBI Bank"

37. Post disbursement visit to be carried out by branch officials within one month of disbursement of the facility, thereafter quarterly visits to be carried out by the branch and visit report to be kept on record.

38. Key man insurance of the promoter duly assigned in favour of the Bank to be obtained on best effort basis.

39. The firm must submit stock and book debt

	statement in prescribed format as at the last day of the Month by 10th of the succeeding month on quarterly basis. 40. The periodical inspection to be carried out and drawing power to be based on stock and book debts statement submitted. 41. Borrower to maintain the arm length distance amongst the group/related party transactions & only genuine business transaction shall be allowed, which are subject to the satisfaction of branch. 42. Branch to examine following activities on quarterly basis • Routing of transactions and Debit/Credit summations in the designated account. • Visit/inspection to the unit as per bank's extent guidelines. • In case of unsatisfactory level of activity, matter to be taken up with the borrower for reduction in limit.

Rate of Interest
RLLR linked
IDBI Bank Repo Linked Lending Rate (RLLR) (exclusive of interest tax if any) is 8.15 p.a.. The interest rate will crystallise in respect of the tranche disbursed on the date of such disbursement. Interest rate applicable after drawdown of entire amount of the financial assistance shall be the weighted average of all interest rates pertaining to different tranches.
GSEC linked
GSEC rate is presently equivalent to NIL% p.a. calculated as simple average of the rate announced on 6 (six) immediately preceding working days of each disbursement. The spread so fixed on the date of Loan Agreement will remain unchanged. The interest rate will crystallise in respect of the tranche disbursed on the date of such disbursement. Interest rate applicable after drawdown of entire amount of the financial assistance shall be the weighted average of all interest rates pertaining to different tranches.
The Benchmark Rate will be the simple average of the annualised bid yields of the – year Government of India securities (G-sec yields) for 6 business days preceding the date of disbursement, put out by Reuters at or about 12.00 hrs IST on its page INMBK (code 0#INBMK=). The yield as appearing on the reference page is a semi annual yield and the same will be annualised for calculating the Benchmark Rate.
If the abovementioned screen has either been renamed or if the identical information is being presented by Reuters on a different screen (the Replacement Screen), the Benchmark Rate will be determined by utilizing the methodology set out above but with reference to the Replacement Screen.
If such information does not appear on the Reuters Screen INBMK without a replacement being provided, the Benchmark Rate will be calculated by using the Reuters Screen INCMT as per the methodology set out above.
If such information is not available on the Reuters Screen INBMK or INCMT, the Benchmark Rate shall be determined by IDBI Bank and you in good faith and in a commercially reasonable manner.

(Relevant conditions from the conditions mentioned herein below may be included in the terms of the aforesaid facilities).

OTHER TERMS AND CONDITIONS

1. You shall pay processing charges Rs. 7500.0.
2. All your assets shall be comprehensively insured for the full value with the Bank clause.
3. IDBI Bank reserves the right to withdraw the facilities in the event of any change in circumstances including but not limited to a material change in ownership / shareholding pattern / management of the firm.
4. You shall not divert the facilities to inter-corporate deposits, debentures, stocks and shares, real estate business, etc. In case of diversion to other uses, the facilities will be withdrawn forthwith and will also attract penal interest @ 2% over and above the rate charged till the repayment.
5. You shall submit such other information / documents to IDBI Bank as may be required from time to time.
6. In the event of default in performance of any of the aforesaid covenants IDBI Bank shall have right to review the credit facilities including stipulation of additional security and Terms & Conditions.
7. Interest, commission and other charges are subject to variations as may be notified by IDBI Bank from time to time in accordance with utilisation level and IDBI Bank's usual practices.
8. You shall submit month end stocks / debtors statement as per the format devised by IDBI Bank before 10th of the following month. Delay in submission of stock & debtors statements and cash flow statements to attract penal interest @2% over and above the rate charged.
9. You shall undertake to maintain capital / Reserves / unsecured loans and NWC at projected level and to bring in additional funds bridge the gap, if any in projected funds.
10. IDBI Bank reserves the right to carry out inspections either by itself or through accredited professional agencies at your cost.
11. You shall furnish certified copy of NOC from Pollution Control Board and undertake to maintain such permission live during the currency of the facilities.