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PERSONAL LOAN AGREEMENT

This agreement executed on this day of 20 at
....., in favour of The Karur Vysya Bank Limited, a
Banking Company registered under the provisions of the Indian Companies
Act, 1913 having its Registered Office at Erode Road, Karur - 639 002 and a
Branch at..... (hereinafter called 'the bank' which
expression shall include its successors and assigns)

BY

(Borrower name, Father/Husband's
name, age, constitution, address), (hereinafter referred to as the 'Borrowers'
which expression shall include his/her/their heirs / executors/ administrators /
successors and assigns);

Whereas the Bank, at the request of the Borrower, has granted/agreed to grant
the below mentioned loan/credit facility to the Borrower/s on or after execution of
this agreement.

Whereas the Borrower has agreed to avail the loan/credit facility on the terms,
conditions and covenants herein contained or contained in any other document
connected to the loan.

LOAN/LIMIT: Personal Loan of Rs. (Rupees Only).

PURPOSE: To meet personal needs.

REPAYMENT: The Term Loan, along with interest, is repayable by equated
monthly instalments as stipulated in the Schedule given below, provided that
in case of default in payment of any one instalment or any part thereof or any
other irregularity on the part of the borrower/s, the entire balance then
outstanding with interests, costs, commissions and charges shall, if the bank
so chooses, at once become due and payable.

Rate of Interest: The borrower agrees to pay interest @ % (Fixed/Floating)
which is % over and above the Base Rate of the Bank, (Present Base Rate
= ... %), compounded at monthly rests, together with all costs, charges, etc.

The interest will be calculated based on the daily balances in the loan accounts,
such interest being added to the balance outstanding at the end of each calendar
month, and the said interest, if unpaid, will become part of the amount

advanced {(i.e.,) the principal as mentioned above} and bear interest at the same rate.

The borrower hereby undertakes to pay the interest accrued in the loan account during the holiday period, if allowed, as and when debited.

If the Bank, at the request of the borrower or as per RBI guidelines, expressly waives payment of interest during the moratorium period, the interest accrued during the moratorium period will be capitalized and added to the principal sum on commencement of the repayment period and the same shall be repaid along with principal as per the agreed repayment period.

Revision of interest rate: The Borrower agrees that Bank may review and revise the Base Rate at any time or as per guidelines of RBI issued from time to time. The Borrower further agrees that the Bank may change the customer specific charges or the term premium or the risk premium at any time; and consequent to such revision in the Base rate or other charges/premium, if the lending rate changes, the borrower agrees to pay the interest at the revised floating lending rate.

Such revision in Base rate/ lending rate as notified by the Bank in its Notice Board or Website or through other channels of mass communication shall be sufficient notice and the Borrower waives individual notice of the change.

Interest Rate Re-set:

Borrower agrees that the Bank is at liberty to re-set the fixed/floating lending rate due to change in the internal credit rating given to the borrower or variation in the credit rating done by any other external credit rating agency, or due to changes in the economic environment or changes in RBI Guidelines or due to any other reason, once in year/s, which the borrower agrees to pay. It is further agreed by the Borrower that any improvement in credit rating or economic environment etc., does not entitle the borrower to claim reduction in the lending rate automatically. It is further agreed that the Borrower is liable to pay the agreed rate of interest till the date of re-set.

TERM LOAN PRE-PAYMENT IN EMI LOANS: If the borrower wishes to pay any instalment or part thereof ahead of the agreed repayment schedule (henceforth called as pre-payment), borrower is entitled to do so either under "Partial Pay-off" method OR under "Advance payment" method.

a) Partial pay off method: The prepaid amount will be credited to the loan account and reduces the principal outstanding. However, Borrower should continue regular repayment of future instalments. The repayment terms of the loan will be rescheduled by either keeping the term as fixed or EMI amount as fixed, as per the option of the customer.

b) Advance payment method: The prepaid amount would be kept in RPA (Repayment pending appropriation) account and it will not result in reduction of principal amount. As and when the future installments fall due, the amount available in 'Repayment Pending Appropriation' account would be appropriated towards such dues.

TERM LOAN PRE-PAYMENT IN NON-EMI LOANS: Pre-payment can be made only under 'Advance payment' method. The prepaid amount would be kept in RPA (Repayment pending appropriation) account and it will not result in reduction of principal amount. As and when the future installments fall due, the amount available in 'Repayment pending appropriation' account would be appropriated towards such dues.

It is hereby agreed that the Borrower can chose either of the options at the time of pre-payment but once the option is exercised, it cannot be changed later.

PRE-CLOSURE: In case the revision in interest rate on the re-set date is not acceptable to the borrower, and if the Borrower wishes to prepay the entire dues and close the loan, the borrower shall inform their intention to the Bank within 15 days from the date of issuance of notice by Bank, and an option is given to the borrower to pre-pay and close the loan without any prepayment charges, within 3 months from the date of notice given by Bank, if the prepayment is made from their own resources.

PRE-CLOSURE CHARGES: If the borrower wants to pre-pay any instalment or close the loan due to any other reason other than increase in the lending rate and if the funds remitted for such pre-closure/pre-payment are not from their own resources, pre-closure charges of % shall be paid on the amount so prepaid, (ahead of what has been mentioned in the enclosed repayment schedule) which shall be payable along with such pre-payment.

PENAL INTEREST: The borrower/s agree/s that the Bank is entitled to charge penal interest @ % p.a. in case of default in paying the instalments/ interest dues on the due dates, and the penal interest would be charged on the amount overdue and for the overdue period, till the defaulted amount is repaid and account regularized.

The borrower/s agree/s that the Bank is also entitled to charge such penal interest in the event of non-adherence to any of the terms and conditions contained in the sanction communication or for any irregularity or breach of terms contained in this agreement or violation of Reserve Bank of India directives/Bank rules and agree/s to pay interest at such enhanced rates on the outstanding balance for the period of such default or for such period as the irregularity or breach continues, provided that the charging and payment of such enhanced

rate of interest shall be without prejudice to the other rights or remedies of the Bank, either under this agreement or by law, to proceed against the borrower and/or the security/ies for such irregularity or breach.

Notice regarding charging of overdue interest is waived by the Borrower/s.

Revised repayment schedule: That the Bank shall be entitled to re-compute the EMIs if the Bank varies the interest rate and the Borrower agrees to pay the increased amount of loan on account of any upward change in rate of interest.

- i. That if the total amount repayable to the Bank is increased on account of any upward change in rate of interest, or levy of taxes or whatsoever that may be levied by the Government etc., the Borrower agrees to pay the increased amount of loan and the number of instalments shall automatically stand increased correspondingly.
- ii. If the Borrower has handed over post dated cheques (PDC) to the bank towards repayment, the Borrower agrees to handover sufficient number of additional PDC to cover the increased EMI.
- iii. If the Borrower has made arrangements for electronic credit of the instalments, Borrower agrees to keep the instructions in force till the additional instalments are also repaid.

Events of default: Notwithstanding anything contained hereinbefore regarding repayment of dues by instalments, the entire amount of the loan with interest and charges or the balance outstanding in the account shall at the option of the Bank become due and payable by the borrower to the Bank upon the happening of any of the following events namely:

- a) Instalment or Interest or any part thereof in respect of the said loan being unpaid for a period of 30 days after the respective due date of repayment.
- b) Any representation or statement in the borrower's loan application being found to be materially false or incorrect.
- c) The borrower committing any breach or default in performance or observance of any term or condition contained in this agreement or in the loan application.
- d) If the Borrower fail/s to carry out and perform any of his obligations under these presents

As to the occurrence of the above event, decision of the Bank shall be conclusive and binding on the Borrower.

Consequences of Default:

Right to recall: On the occurrence of any of the events of default, it shall be lawful for the Bank, to recall the loan and demand the borrower to repay the entire outstanding dues at once.

Right to recover :It is specifically agreed that the Bank will be at liberty to engage/employ recovery/ seizure agents to recover the loans in the event of default by the Borrower.

All costs (including advocates costs) charges, expenses, taxes, duties (including stamp duties) in connection with this agreement, any document executed pursuant, hereto and the creation, enforcement, realization or attempted realization of any security shall be borne and paid by the Borrower alone.

If there are two or more Borrowers, the Borrowers' liabilities under this agreement shall be joint and several.

Notice: That any notice in writing required to be served on the borrower/s shall be deemed to be sufficiently served if addressed to the borrower/s at the address given and left at such address or forwarded by post. A notice sent by post shall be deemed to be given at the time when in the course of post it will be delivered at the address to which it is sent. If for any reason the borrower/s cannot be given any such notice the same may be inserted once in an advertisement in one of the local dailies shall be deemed to be sufficient notice.

Other terms & conditions:

That this agreement is not to prejudice the rights and remedies of the bank against the borrower/s irrespective and independent of this agreement in respect of any other advances made or to be made by the bank to the borrower/s.

That the borrower/s hereby agree/s that the bank may hold all securities belonging to borrower which may now be in the bank's possession or which may at any time hereinafter come into bank's possession, and the proceeds thereof respectively not only for the specific advance made thereon but also as collateral security for any other monies now due or which may at any time be due from borrower/s to the bank, whether singly or jointly with another or others.

The borrower shall not be entitled to be called up on the Bank to refrain from presenting any cheque for payment on account of "Stop Payment" instructions or for any reason whatsoever and if the Borrower does so, and the Bank shall nevertheless be entitled to present the cheque for payment.

The borrower hereby authorizes the BANK to request his/her EMPLOYER to pay so much of the amount that is required to satisfy the loan dues, from the Salary, directly to Karur Vysya Bank Ltd to the credit of the loan.

The borrower agrees that the Bank will have the right to take all legal and other steps to prosecute and recover the dues by attaching the salary income, for the benefit of crediting to the Loan Account.

Right of set-off: That the borrower/s further agree/s that in addition to any general lien or similar right to which Bank may be entitled by law the bank may at any time and without notice to the borrowers combine or consolidate all or any of the borrower/s account and set off or transfer any sum or sums standing to the credit of any one or more of such accounts in or towards satisfaction of any of borrower's liabilities to the bank on any other account or any other respect, whether such liabilities be actual or contingent primary or collateral and several or joint. The borrower hereby unconditionally and irrevocably authorizes the Bank to pre-close and adjust from and out of any type of deposit/s the borrower holds or to be held with the Bank. The borrower hereby declare and confirm that the Bank shall always have its lien over the Jewels/goods pledged by him/them with a further authority that the Bank at its discretion can sell the Jewels/goods pledged and after appropriating the sale proceeds towards the Jewel Loan/Pledged Account, the surplus can be credited to the loan account of borrower. The above right of the bank can be exercised at any time during the pendency of the loan and notice in this regard is dispensed with.

Processing charges : Simultaneously with the execution of this agreement, the Borrower shall pay to the Bank the sum specified in the sanction letter as non-refundable processing charges.

Right to assign: The Bank shall be entitled at its sole discretion to sell, assign, discount or transfer the Bank's right and obligations under this agreement to any person(s) / institution(s) of the Bank's choice in whole or in part and in such manner and on such terms as the Bank may decide. Any such sale assignment or transfer shall conclusively bind the Borrower. The Borrower shall not be entitled to directly or indirectly assign the benefit or obligation of this agreement. No prior notice of assignment need be given to the borrower.

Jurisdiction: The Courts at the place where the loan was disbursed alone will have the jurisdiction to try any dispute or difference arising between the parties.

Disclosure of information: In the event of the bank applying for and availing refinance from the Small Industries Development Bank of India (SIDBI)/ National Bank for Agriculture and Rural Development (NABARD)/any other refinance institution in respect of the above advances the borrower/s hereby further agree/s that the bank shall be at liberty to furnish to the SIDBI/

NABARD/Refinance Institution any such information or report, whether received by the bank from the borrower/s or otherwise in the bank's possession.

The Borrower hereby agree as a pre-condition of the loan/advances given to me/us by the bank that in case they commit default in the repayment of the loan/advances or in the repayment of interest thereon or any of the agreed instalment of the loan on due date/s, the bank and/or the Reserve Bank of India will have an unqualified right to disclose or publish my/our name or the name of our company/firm/unit and its directors/partners/proprietors as defaulter in such manner and through such medium as the bank or Reserve Bank of India in their absolute discretion may think fit.

The Borrower understand that as a pre condition, relating to grant of loans/advances /other Non funded based credit facilities to the Borrower, the Bank requires their consent for the disclosure by the bank, the information and data relating to Borrower, obligation assumed/to be assumed by the Borrower in relation thereto and default, if any committed in discharge thereof.

Accordingly, the Borrower hereby agree and give consent for the disclosure by the bank of all or any such:

- a) Information and data relating to the Borrower.
- b) The information or data relating to any credit facility availed of/to be availed, by the Borrower and.
- c) Default if any committed by the Borrower, in discharge of such obligation.

as the Bank may deem appropriate and necessary to disclose and furnish to credit information Bureau (India) Ltd., and to any other agency authorized in this behalf by RBI.

The Borrower declares that the information and data furnished by him/her to the bank are true and Correct.

The Borrower undertake that:

- a) the credit information Bureau (India) Ltd, and any other agency so authorized may use, process the said information and data disclosed by the bank in the manner as deemed fit by them and
- b) the credit Information Bureau (India) Ltd and any other agency so authorized may furnish for consideration the processed information and data or products thereof prepared by them to banks/financial institutions and other credit grantors or registered users, as may be specified by the Reserve Bank of India in this behalf.

SCHEDULE OF REPAYMENT
(Furnish the exact Schedule as per Sanction)

Executed on the date and place mentioned in the first page.

Signature of Borrower