

INTEREST RATE POLICY
SINGH FINLEASE PRIVATE LIMITED

1. Preface

In accordance with the Reserve Bank of India (RBI) guidelines on Fair Practices Code for NBFCs, **Singh Finlease Private Limited ("The Company")** has adopted this Interest Rate Policy. This policy outlines the model for charging interest and the approach for risk gradation for the lending business operated under the brand "**Loanonsalary**".

2. Interest Rate Model

The Company focuses on providing credit to customers meeting its internal credit standards. The interest rate for each loan is assessed based on the following factors:

- **Cost of Funds:** The internal and external cost of sourcing capital and expected return on equity.
- **Operating Cost:** The cost of doing business, including technology expenses, employee costs, and location-specific administrative costs.
- **Credit Risk:** A risk premium is factored in based on the borrower's credit profile and the probability of default.
- **Market Dynamics:** Prevailing interest rates offered by peer NBFCs and market liquidity conditions.
- **Tenor of the Loan:** Since we specialize in short-term credit (30-90 days), the pricing reflects the high-frequency nature of these advances.

3. Key Rate Details

a. Annualized Rate of Interest (APR): The interest rates are annualized to provide clarity. Our APR generally ranges from **120% to 365%**, depending on the risk assessment of the applicant.

b. Communication: The specific rate of interest and the tenure will be clearly communicated to the borrower in the **Sanction Letter**.

c. Penal Interest: Any delay in repayment will attract penal interest or late fees as specified in the Loan Agreement. This will be mentioned in **bold** to ensure the borrower is aware.

Type of Loan	Loan Against Property (LAP)	Business Loan	Personal Loan	Payday Loans
Interest Rate	18% - 30%	18% - 56%	18% - 30%	120% - 365%

4. Other Charges

Apart from interest, the Company may levy charges such as:

- Processing fees

Type of Loan	Loan Against Property (LAP)	Business Loan	Personal Loan	Payday Loans
Processing Fees	3% - 5%	3% - 5%	3% - 5%	8% - 15%

- Cheque bounce / NACH dishonor charges.
- Verification and Documentation charges.
- Applicable Taxes (GST) as per Government norms.

5. Policy Review

The Board of Directors will review the Interest Rate Policy and the benchmark rates periodically, taking into account changes in RBI regulations and market volatility. Any change in interest rates or charges will be applied prospectively.

Note: For any clarifications regarding your specific interest rate, please refer to your Sanction Letter or contact us at info@loanonsalary.com.