NKGSB Co-operative Bank Ltd. (Multi-State Scheduled Bank)

Maninagar Branch

REF: ADV/RH/VPE/MANINAGAR/RBC-583/26-27 **Date:**
18/08/2026

To,
V P Engineering
(Prop. Mrs. Varshaben Pravinbhai Panchal)
Plot No 253 Shop no 28, Radhe Krishna Ind Est
Opp Adrsh Silver Est, Kathwada, Ahmedabad -382430

Sir/Madam,
Reg: Your request for Machinery Loan of Rs. 47.00 laces under hybrid CGTMSE Scheme

We have for reference your captioned request dated 18.08.2026 and are pleased to inform you that same has been considered favorably by us, subject to the following terms and conditi

Type	Amount (Rs.)	Purpose	Margin	ROI	Repayment/Tenure
Machinery Loan ("**NKGSB Udhyamfina Scheme**")	Rs. 47,00,000/- (Rupees Fourty Seven Lacs Only)	Purchase of Machineries	25%	@ PLR -6.25 % i.e. 10.50%	60 EMI of Rs.1,01,030/-

Security:

Description of security	Type of charge/Basis
Primary security	
1)50 Ton Hydraulic Press Machine (C Type) 2)Hydraulic Press Brake Machine(Heavy Duty) 3)Manual Lathe Machine (4 Feet) 4)Plasma Cutting Machine 5) MIG Welding Machine	Hypothecation
Collateral Security	
Fixed Deposit of Rs. 11.90 lacs in the name of Mrs. Varshaben Panchal (Prop. Of M/s V P Engineering)	
Loan of Rs. 47.00.lacs cover under CGTMSE Scheme	

Particulars	Rs. In Laces
T.L Exposure **(A)**	47.00
Deposits **(B)**	11.90
Balance **(C=A-B)**	35.58
CGTMSE Cover available under (75% of C)	32.02

Processing Fee	:	Rs 11,750/- + 18% GST (2115) =13,865/-
Rate of Interest	:	• Rate of interest is subject to Board policy prevalent from time to time. • Interest will be applied at monthly rests or such other periodical rests as may be determined by the RBI /Board policy prevalent from time to time. • In case of unforeseen economic contingency, the Bank reserves the right to revise the rate of interest upward as per the Board/ RBI policy.
CGTMSE Conditions		o At present, CGTMSE Fee (AGF) @ 0.54% plus GST as applicable i.e. Rs. 18,020/- + GST. Premium for AGF may be vary every year as per guidelines issued by CGTMSE from time to time. o Premium for guarantee cover from CGTMSE shall be paid every year and the same shall be borne by the borrower. o CGTMSE shall have second notional charge on the collateral security provided, if any.
Penal Charge	:	Penal Charge @ 2% over the agreed rate of interest as above will be charged on the defaulted loan amount for non compliance of terms of contract/ sanction terms, non renewal of insurance policy, non compliance of documentation requirements and/or breach of any other terms and conditions of sanction/ agreement entered into/rules governing the loan facility as laid down by the Board from time to time.
	:	• You shall take proper steps to insure all the assets both primary and collateral given in security to us for adequate value covering all risks. • The policy shall bear the Bank Clause and note the Bank's interest in the goods. The original policy shall be kept with the Bank. • 15 days before the expiry of the insurance policy, you shall take steps to

Insurance		renew the same and lodge the copy of the renewed policy with the Bank. • Should you fail to observe the contents of 'c' above, the Bank reserves the right to take the policy on its own without prior information to you to protect its insurable interest in the property charged to it. In such an event the Bank will not be responsible for any double insurance or inadequate insurance in terms of risks covered and value as it will be acting bonafide to protect its interest. • In the case of buildings and plant and machinery, the insurance cover will be for the reinstatement valuation.
Share Linkage	:	• You will be required to become the regular member of the Bank by subscribing to the shares of the Bank. Against the facility sanctioned to you, you will be required to acquire share linkage as per Bank's "Udhyamfina" Scheme. • The guarantors will be required to be Nominal Members of the Bank.
Valuation	:	• The security/ies offered to us either as primary securities or as collaterals shall be valued from time to time with the gap between two valuations not exceeding 3 years. In case of substantial fall in value additional collateral shall be provided if demanded. • The expenses involved therein shall be borne by you.
Books of Accounts	:	You shall maintain proper books of accounts for the utilization of the funds sanctioned to you. The Bank reserves the right to verify such books at such intervals as it deems fit. The verification may be done by the Bank's duly appointed representative. You shall provide access to the books of accounts to the Bank's representative without any hindrance whatsoever.
Name Board	:	In the case of goods / assets hypothecated to the Bank, you shall display at a prominent place in the premises where the goods are stored or on the machinery charged a sign / name board to the effect that the concerned goods / asset has been hypothecated to the Bank.
Documentation	:	All stamp duty, Advocate's expenses, registration charges and other incidental expenses for completing the documentation of the loan facility shall be borne by you.
Audit & Inspection	:	At such intervals as per the policy of the Bank then prevailing the Bank may send its representatives for verification of the various assets charged to the Bank. Expenses incurred on such verification shall be borne by you.
aterials Changes	:	You will have to take prior approval before :- • Change in constitution • Making any other borrowing arrangement either institutional or Private. • Making investment in or giving loans to sister concerns / or for • Non-operational purposes. • Taking up new projects or large scale expansion. • Effecting any merger / acquisition or amalgamation. • Giving guarantee on behalf of third parties. • Disposing off whole or substantially the whole of the undertaking. • Change in the shareholding pattern • Change in the partners.
Pramounts Rights	:	Irrespective of the contents of the sanction or any other document exchanged in this regard, the bank retains the following paramount rights a) To change the rate of interest or periodicity at which the interest is charged according to the changes in the business environment or according to RBI directives from time to time and in accordance with the policy of its Board. b) To recall the loan in circumstances which are prejudicial to its interest. **c)** That the Borrower(s) further agree(s) as pre-condition of the loans/advances given to me/us by the bank that in case we commit default in repayment of the loan/advances or in the repayment of the interest thereon or any of the agreed installments 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 the name of the company and its directors/guarantors as defaulters in such manner and through such medium as the Banks or Reserve Bank of India in their absolute discretion may think fit.
Direct Payment / Utilization of Limits		○ The loan amount will be released specifically to the vendors of the assets / providers of the services & in case of takeover, loan amount will be released specifically to the bank/financial institution from which the facilities are taken over. ○ The Borrower will have to satisfy the Bank about the end utilization of the Limit / Loan Proceeds, which shall not be used for the purpose other than, for which it has been sanctioned.

Maninagar Branch: 31, Pushp Kunj Society, Tirupati Complex, Kankaria, Ahmedabad - 380 008. T: +91 86556 99438
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Prepayment Charges	:	• Pre-payment charges @4% will be recovered on the entire credit facility/ies i.e. outstanding balance of term loan if account closed within 1 year, on the date of closure at the time of takeover by any other bank or financial institution. • Pre-payment charges @ 2% will be recovered on the credit facility/ies on the date of closure at the time of takeover by any other bank or financial institution. • Pre-payment charges will not be applicable if the credit facility is liquidated from own sources" subject to satisfactory proof of source of owned fund being established.
Delayed Payment of Installments & Overdue	:	Delay in meeting repayment obligations/commitment will result in increase in rate of interest by 2% on the outstanding amount.
Information to CIBIL /CERSAI	:	The borrower/s, hereby agree and give consent for the disclosure of the bank of all or any such information and data relating to Borrower the information or data relating to any credit facility availed of /to be availed, by Borrower default, if any, committed by the borrower in discharge of borrower of such obligation.
Specific Conditions	:	• Terms and Conditions : • **Pre-Disbursement** : • Regular membership of borrowers • Bank's documentation charges Nill "Camping Mission Lakshya200"plus actual franking, stamping, registration and advocates charges would be borne by the borrower • Stamp duty of the Loan documents and other documentation charge as applicable to be borne by the applicant including CGTMSE premium • All documentation to be executed in consultation with our legal department or CGTMSE department at the cost of Borrower Company • Share Linkage to be done as per bank policy • CA Certified statutory dues Declaration cum certificate to be submitted before disbursement • Term loan disbursement will be made by way of pay order/NEFT or RTGS directly in favor of the vendor as per quotations submitted by the firm after confirmation of margin • Undertaking to be taken from the borrower to the effect that Gst on fixed assets will be capitalized & input tax credit on the same will not be claimed or else ROI will be increased by 2% from date of disbursement • Vendor Verification to be done by BM before disbursement & report to be taken on record • Hypothecation of Machineries in favor of Bank • 4 Crossed Account Payee cheques in favour of "NKGSB Co-op bank Ltd" duly signed to be submitted • Prior contribution of margin to be introduced • Exclusive banking to be done with us. • Any escalation in the project cost to be borne by the firm • Letter of awareness to be submitted from the owner of Premises where the machineries to be installed • The applicant to route proportionate turnover with our Bank • Direct Payment to Vendors in case of term loans. In case of reimbursement original tax invoices along with stamped payment receipts to be obtained and payment to be cross verified from bank statement. Cash Payment not to be reimbursed. • Credit guarantee Fees to be paid every years as and when demanded by CGTMSE. • **Post-Disbursement** : • Original Tax Invoice of the Machinery to be submitted to Bank. • Annual CGTMSE Guarantee fees to be recovered every year. • Our charge to be registered with CERSAI within the stipulated time. • Any change in constitution to be informed to our Bank • Adequate off & on site insurance of all assets charged to the Banks • Rate of interest is subject to change as per our bank's/RBI

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		guidelines and will also depend on the credit rating of borrower • Post Disbursement Inspection to be carried out by Branch Officials and report to be kept on record • All other terms & conditions in respect of facility & security to be followed.

- The loan installment should be paid on or before due date of every month. The date on which the loan is disbursed will be considered as due date.
- You are required to convey your acceptance of sanctioned advance by signing the duplicate of this letter and the annexure appended thereto.
- Even though the above mentioned facility has been granted to you, the Bank reserves the right to discontinue the facility/withhold and stop any disbursement and recall the entire advance without giving any notice in case of non-compliance of the terms and conditions or in case of any development or situations wherein in the opinion of the Bank, its interest will be/is likely to be prejudicially affected by such continuation or disbursement. The above sanction is subject to guidelines/directives issued by R.B.I from time to time.
- Sanction is valid for 3 months.

If the above terms and conditions are acceptable to you, then please return a copy of this letter duly singed as a token of having accepted the same and call on us on any working day for the execution of document

Yours faithfully,

Mrs. Swati Patel
Branch Manager
Emp. Code- 1250

I/We hereby confirm that I/We have read the above terms and conditions as per sanction letter No. **ADV/RH/VPE/MANINAGAR/RBC-583/26-27** dated **18.08.2026** and the same are understood and accepted by me/us.

M/s V P Engineering

Prop: Mrs Varshaben Panchal)