

Terms & Condition(s)

- a) The Facilities approved / offered shall be available only after completion of security documentation including Mortgage formalities / mutation in Bank's favor / registration or noting of bank's charge with concerned authority / department.
- b) All the requisite charge forms to be executed by the authorized signatory(ies) / person(s)
- c) All the credit facilities are subject to clean Credit Information Bureau (CIB) report of SBP (not older than one month)
- d) The credit facility (ies) is/are subject to written confirmation from the client that the funds will be used for the stated purpose only.
- e) The Bank is vested with the powers to recall the credit facility(ies) at any time if the same is utilized for (i) Hoarding, (ii) Purposes detrimental to the public interest or (iii) other than the purpose for which the credit facility(ies) was/were approved.
- f) Mark-up will be recovered at Timely Payment Mark-up Rate (TPMR) if the principal / mark-up is paid within 25 days from the day it becomes due. However, if the principal / mark-up is paid after lapse of 25 days from its due date, the Mark-up shall be recovered at Standard Mark-up Rate (SMR).
- g) In no case withdrawal will be allowed in excess of the approved limit(s).
- h) The bank reserves the right to add, amend or alter any condition (except those, which are prohibited by regulator) at its discretion including increase in margin requirement.
- i) The Bank Shall, at all times, have full authority to cancel/reduce the facilities allowed without assigning any reason and to call for adjustment of the liabilities within the period so decided by the Bank.
- j) The hypothecated or pledged goods or mortgaged building and machinery must be kept fully insured by insurance company on Bank's panel or nominated by bank specifically at all times against the risks of Fire, Riots, Strikes, Burglary and malicious damage, terrorism risks with the bank as the mortgagee and yourself as the mortgagor, and the relevant policy along with premium payment receipt shall be held by us. Security / watch and ward of assets placed under Bank's lien shall be your responsibility. All such expenses, charges, fees, commission etc related with arranging the insurance or Muqaddumage services shall be paid/born by you.
- k) Details as per Borrowers Basic Fact Sheet format prescribed by bank shall be provided at least once in a year and wherever any change in ownership / key management or credit rating or substantial change in financing arrangement with other Banks / FIs or changes in details of Associated units takes into effect.
- l) Stock statements together with a list of book debts are to be submitted at the end of each month, to reach us by the first week of the following month. The statement / list should provide Bank-wise break up of outstanding amount with total value of stocks and receivables there against. Bank may require the statements earlier.
- m) The Bank or its authorized representative(s) would have the right undertake inspection of Stocks / Assets under Bank's lien from time to time and in any case at least once in each calendar year with or without prior intimation and you shall be obliged to extend all possible assistance.
- n) The facilities granted are subject to State Bank of Pakistan's Prudential Regulation / restrictions and Credit Policies as may be imposed from time to time. These facilities are being offered with the understanding that your company's financial condition will comply

with these regulations and other regulatory requirements as well, the compliance of which depends on your actions / performance.

- o) Audited accounts should be submitted to the bank within maximum four (4) months from the date of your financial year end. Whereas half yearly accounts should be submitted within two (2) months. In both cases it shall be submitted to the bank within 7 days of its finalization. Any further break up / details or interim / in-house report required by bank to be provided immediately. Details of liability (fund based & non-fund / contingent) towards our bank or other lenders shall be appropriately reflected in Annual A/Cs of the concern & / or note forming its integral part, in appropriate manner with name of the Bank(s) reflected therein.
- p) All levies and taxes now or at any time hereafter levied and payable in respect of the financial accommodation and banking facilities set out in this letter will be exclusively borne by you.
- q) All requisite charge forms to be submitted, duly filled in and signed by the authorized persons. Security held by Bank against one limit, at Bank's own discretion, shall be available for other limit(s) of same entity group entities [tick applicable box (es)].
- r) The value of security determined by Bank shall be final. In case the market value of assets placed under Bank's lien / pledged shares / pledged or hypothecated stocks, as determined by the Bank, falls below the specified margin requirement, the customer must provide additional shares / stocks acceptable to the bank or reduce the finance accordingly, within 3 days of receiving a letter for the same. However, if the margin falls below 75% of the requisite margin requirement or margin available is less than 10% or as may be specified by Bank in case of shares or value of stocks / assets held as security falls below the bank's exposure, the bank at its own discretion, may sell the same, for adjustment / reduction of exposure without reference to borrower / customer.
- s) The Bank shall have the authority to debit customer's account for recovery of Mark-up, annual renewal fees / new facility initiation fees, stock inspection charges, charge forms, stamp forms issuance charges, security documentation, prepayment penalty, rent and / or other charges etc. if any as per latest schedule of charges of the Bank.
- t) During the tenancy of Soneri Bank's exposure or financing arrangement, for any change in directorship – prior consent in writing must be obtained from the Bank. Otherwise Soneri Bank has right to recall the loan / exposure / financing arrangement immediately.
- u) The customer hereby undertakes that the credit facility (ies) availed shall be fully adjusted on or before the expiry date.

Business commitments to be met during the calendar year are as under:

- a) Import
- b) Export
- c) Remittances / Others

In the normal course you may rely upon the above facility till _____ but you will appreciate that in accordance with normal banking practice, the facility is repayable on demand and we reserve to ourselves the right to vary the terms and condition and/or ask for repayment if circumstances arise which in our opinion justify our doing so.