



GSTIN : 33AAFVCV9276R1ZC

VIVARDHANA MICROFINANCE LIMITED

H.O.: 41/7, Raja Street, R.A. Puram, Chennai - 600 028.

TERM SHEET for Non-Convertible Debentures Series III

Proposed Private Placement of 2000 Secured Redeemable Non-Convertible Debentures (Debentures) of the face value of Rs.50,000 each, for cash, aggregating to Rs.5 Crores.

Issuer/ Company	Vivardhana Microfinance Limited	
Debenture Trustee	Catalyst Trusteeship Limited	
Security Name	Vivardhana July 2019 (Series III)	
Type of Instrument	Debentures	
Nature of Instrument	Secured Unrated Unlisted Redeemable Non-Convertible Debentures	
Ranking	Unranked	
Security requirements	The Debentures will be secured by way of first pari passu charge on receivables of the company.	
ISSUE DETAILS		
Mode of Issue	Private Placement	
Form of Issue	Dematerialized	
Issue size	Rs.60.00 Lacs (Series III)	
Option to retain oversubscription (Amount)	NIL	
Tenor	18 months (First 25 Applications only)	30 months
Issue Price / Face Value	Rs.50,000 each	
Subscription Amount	For 18 months tenor	For 30 months tenor
	Minimum Rs. 2,00,000 & Maximum Rs. 90,00,000	Minimum Rs. 1,00,000 & Maximum Rs. 90,00,000
Utilisation of issue proceeds	The proceeds of the issue are to augment the funds available for lending in the course of the business of micro-finance	
Issue Schedule	Issue Opening Date	15 th July 2019
	Issue Closing Date	14 th August 2019
	Deemed date of Allotment	14 th August 2019
REDEMPTION		
Redemption Amount	Rs.5 crores (Series III)	
Scheduled Redemption	Single	
Redemption date	For 18 months tenor	For 30 months tenor
	14 th February 2021	14 th February 2022
Place and mode of Payment by the company	All interest, principal repayments, penal interest and other amounts, if any, payable by the Company to the Debenture Holders shall be paid to the Debenture Holders in Local Currency by electronic mode of transfer like RTGS/NEFT/direct credit to such bank account within India	
COUPON PAYMENT		
Coupon Type	Fixed	
Coupon Rate	For 18 months tenor	For 30 months tenor
	12% p.a payable annually for Series III	11.50% p.a payable quarterly or 12% p.a payable annually for Series III
Rate for Senior Citizens (Only for 30 months tenor)	11.75% p.a payable quarterly or 12.25% p.a payable annually * Age proof should be submitted.	
Default Interest	In case of default in payment of interest and/or principal redemption on the due dates, additional interest @2 % p.a over the Coupon rate will be payable by the company for the defaulting period	

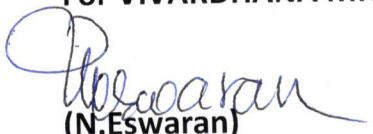
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Mylapore, Chennai - 600 004. CIN : U65999TN2017PLC116613
E-mail : info@vivardhanamfl.co.in (L) 044 - 2462 1742 (M) 8610294462

SECURITY CREATION	
Hypothecation	First pari passu charge on receivables of the company. Security to be created within 30 days from date of allotment. Charge shall be one (1) times the value of the outstanding amounts and shall be maintained at all times. The value of the Hypothecated assets for this purpose shall be the amount reflected as the value thereof in the books of the Company
CONVENTIONS	
Day count basis	Interest payable on the Debentures will be calculated on the basis of actual number of days elapsed in a year of 365 or 366 Days as the case may be i.e. on Actual/Actual basis
Business Day	If any of the interest payment or principal repayment dates is a Saturday, Sunday, a holiday or unscheduled non-business day in Chennai, interest will be payable on the next succeeding business day in Chennai and shall be the interest / principal payment date. Such payment on the next working day would not constitute nonpayment on due date and no additional payment will be made for such day(s).
OTHER COVENANTS	
Affirmative Covenants	<ul style="list-style-type: none"> a) The company shall promptly inform the Debenture Trustee of <ul style="list-style-type: none"> a. Any notice of winding up or other legal process b. Loss or damage by uncovered risks b) Furnish quarterly report to the Debenture Trustee as required by applicable law
Negative covenants	<p>The company shall not take action in respect of below without the prior approval of the Debenture Trustee</p> <ul style="list-style-type: none"> a) Change of business b) Merger, consolidation etc. c) Change of control d) Disposal of assets
Future borrowings	The Company shall be entitled to borrow or raise loans or create encumbrances or avail financial assistance in whatever form, and also issue promissory notes or debentures or other securities, without the consent of, or intimation to the Debenture Holders or the Debenture Trustee
Governing law and Jurisdiction	The Debentures and documentation will be governed by and construed in accordance with the laws of Indian and the parties submit to the nonexclusive jurisdiction in Chennai.

* Demat Account is Compulsory.

* First 25 Application will only be accepted for 18 months tenor.

For VIVARDHANA MICROFINANCE LIMITED


(N. Eswaran)
Authorized Signatory

