

Un-Secured NCD (Sub-Debt) Issue - Letter of Intent

From:

Moneyboxx Finance Ltd.

523-A, Somdutt Chambers-II 9, Bhikaji Cama Place, New Delhi-110066

Opportunity to subscribe to Subordinated Unsecured Non-Convertible Debentures (NCD – Sub-Debt) of Moneyboxx Finance Ltd on a private placement basis.

Dear Investor,

Moneyboxx Finance Limited (Moneyboxx), a BSE-listed and RBI registered non-deposit taking NBFC, is pleased to present an opportunity to subscribe to its issue of Subordinated ,Unsecured Non-Convertible Debentures (NCD - Sub-Debt).

- Moneyboxx is engaged in the business of providing small-ticket loans to micro and small enterprises in Tier-II and Tier III towns. It started its operations in February 2019 and in a span of two years, successfully scaled up its presence to 22 branches across four states (Rajasthan, Haryana, Punjab and Madhya Pradesh) as of June 2021. It currently has asset under management (AUM) of INR 53.26 crore as of June 30, 2021 and it aims to build AUM of over INR 200 crore by March 31, 2022.
- Moneyboxx is promoted by a team of professionals with decades of experience in finance industry. It is run by promoter management having senior level experience at HSBC, JP Morgan, Bank of America, Deutsche Bank & KPMG and decade long experience of running own boutique IB firm. In addition to strong management team, it has veteran and coveted independent directors on its Board. The co-founders are supported by experienced professionals from micro-loans industry.
- Moneyboxx has proven underwriting and collection standards with negligible NPAs till date, over 95% collection efficiency during moratorium & 99+% from September onwards. Quality of its loan book is robust with 97.20% of AUM in Current category and very low Gross NPAs of INR 21.06 lakhs (0.40% of portfolio) and Net NPAs of INR 10.53 lakhs (0.20% of portfolio) as of 30th June 2021.
- Moneyboxx has diversified its lending base, adding as many as twelve new lenders in FY21 leading to 14 institutional lenders as on June 30, 2021. Renowned names such as AU Small Finance Bank, Caspian Impact Investments, Blacksoil Group, Hinduja Leyland Finance, Ambit Finvest, InCred Financial, UC Inclusive Credit, Ashv Finance, MAS Financial, Eclear Finance, Profectus Capital, Capri Global and others have reposed faith in Moneyboxx Finance by providing debt support to the company, drawing comfort from Moneyboxx's strong underwriting standards, collection efficiency and management team.

Key highlights of the issue are as follows:

Particulars	Terms
Issue Size	INR 9 Crore
Face Value per Debenture	10 Lakh
Min. Ticket Size	Minimum 10 Debentures of INR 1 Crore further investment in multiples of INR 10 Lakh
Nature of Instrument	Unsecured, Taxable, Subordinated, Redeemable, INR denominated Non-Convertible debentures
Details of the utilisation of the proceeds	The issue proceeds will be utilized for the normal business activities of the Company
Coupon	16.50% per annum with interest payable quarterly
Tenure	60 months from the date of allotment
Issue Period	August 17, 2021 (Tuesday) – August 19, 2021 (Thursday)
Seniority / Security	Unsecured, Subordinated Part of Tier-2 Capital
Deemed date of Allotment	August 20, 2021 (interest shall be payable from the deemed date of allotment)
Potential Investors	Open to subscription by Indian individuals, including high-net worth individuals (HNIs), Partnership Firms & Body Corporates and NBFCs
Form of NCDs	NCD will be issued in dematerialized form

Kindly let us know if you require any further clarification or information.

For and on behalf of Moneyboxx Finance Limited

Bhanu Priya
Company Secretary & Compliance Officer