# ANNEXURE-I

## LIST OF ACCOUNTS

<table>
<thead>
<tr>
<th>SN</th>
<th>Name of the Account</th>
<th>Total Banking Exposure (₹ in crore)</th>
<th>To be Appointed CMA - Credit Monitoring Agencies</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>M/s Vishnu Prakash R Pungaliya Ltd.</td>
<td>360.00</td>
<td>ASM</td>
</tr>
<tr>
<td>2.</td>
<td>M/s Varindera Constructions Ltd.</td>
<td>305.00</td>
<td>ASM</td>
</tr>
<tr>
<td>3.</td>
<td>M/s Genus Power Infrastructures Ltd.</td>
<td>1036.00</td>
<td>ASM</td>
</tr>
<tr>
<td>4.</td>
<td>M/s Akme Fintrade (I) Ltd.</td>
<td>601.00</td>
<td>ASM</td>
</tr>
</tbody>
</table>
ANNEXURE-II

INDICATIVE SCOPE OF WORK

Credit Monitoring Agencies (CMAs):

The broad scope of work for the external agency, ASM, as suggested by IBA, in carrying out a clean and effective monitoring of account is as under:

1. Monitor the purchases / invoice of the company (about the quantum and reasonableness of the rates) for procurement of raw materials / spares / transportation of raw materials etc. on daily I weekly basis and compare vis-à-vis monthly operations budget submitted by the company at the time of quarterly Audit.

2. Review of inventory build-up (including trade receivables and advances to the company) for operations in commensurate with the funds released.

3. Source of margin towards working capital/LC/BG.

4. Quality of Book Debt, their appropriateness, age wise classification and eligible Book Debts for Drawing Power.

5. In case of consortium lending, ASM will monitor status of borrowing with member bank, conduct of accounts, business sharing etc.

6. Confirmation on availability of adequate insurance for the Securities/Stocks/Assets with bank Clause noted.

7. To submit monthly report about the inventory/ receivables position of the company including slow moving inventory if any, to arrive at correct Drawing power to the company.

8. The base of the assignment shall be previous three months stock/ statements of the entity in case of WC exposure and audit the movement assets and physical verification of stocks, verify DP calculation.

9. The agency shall also obtain pass sheets of all the Banks and reconcile and credits in the account with the movement of current assets.

10. The agency shall verify the nature of transactions in the in the account TRA and critical observations if any shall be reported.

11. Level of Cash, Cash holding at end of the period Vis-a-vis the nature/ line of activity should be duly reported.

12. The agency shall verify the movement of debtors with Sales Book and the movement of creditors with purchase book (not applicable in case of NBFC).

13. Additional verification of evidence of end use of facilities to company and its utilization as per the conditions laid down by the Consortium of Lenders.

14. Fixed asset register to be verified for any additions/ deletions and reported with justifications.

15. Contingent liabilities — LC/BG, outstanding and whether trade related.

16. Forex exposures - details of remittance sent and received are to be monitored to ensure that the same is in tune with the turnover reported under Forex and ECGC compliances with respect to Export credit.

17. Un-hedged exposure is to be analysed and the reasons for non-hedging and its impact to be analysed and reported.

18. Legal cases of the company.

19. Whether statutory payments are remitted promptly.
20. The agency shall clearly bring out cases of siphoning of funds, third party transaction, Non business transactions and fraudulent practices if any etc, along with the documentary evidence in support of their observations.

21. The agency shall ascertain the cash flow adequacy for operations to meet the existing debt obligations after providing for all operational expenses.

22. Related party transactions to be separately studied and reported and end use of funds to be ensure. Payment to third party by routing the entry through related party shall be specifically mentioned.

23. To verify the necessity of each high value payments as regards beneficiary and purpose.

24. Assessment of financial information that has been and that will be provided by the company to its lenders including information related to its short term and long term cash flow.

25. Transactions with Bank other the consortium/MBA Bank shall be verified and nature of such transactions to be reported. Extent of deficit in cash flows on account of such transactions to be ascertained. In case of listed companies quarterly cash flow statements published by the company to be obtained and any wide difference or deviations observed shall be reported. Account maintained in other banks to be commented upon.

26. Compliance of Sec 177 of the Companies Act 2013 with regard to the Corporate Audit Committee findings on the end use of Borrowed funds from bank.

27. The agency shall clearly bring out the cases of mis-representation of facts, malfeasance, unfair trade practices etc.

28. Overall assessment in the status of the account and likely performance and health of the account.

29. Identify the key issues and submit the report along with time suggestions/observations for improvement of asset quality/ viability of operations of the unit.

30. The agency shall look into any Information regarding floating of new subsidiary/ joint venture of the company. The agency shall also look into resignation of key management/ technical personnel of the company.

31. The agency shall find out any information about the company, top 5 debtors and creditors of the company in public domain.

32. Perform such other services as requested by the lenders and mutually agreed by the party and lenders.

33. Additional verification of evidence of end-use of facilities to company and its utilization as per the conditions laid down by the consortium/MBA of lenders.

34. Submit reports on -
   a) Temporal / long term/ Unscheduled closure of manufacturing facilities.
   b) Any untoward incident
   c) Suspicious activity
   d) Non-cooperation from borrower to provide general information.

35. Periodical review of invoices to check their genuises and reasonability of valuation mentioned therein and submission of exception report to the Consortium/ MBA.

36. Perform such other services as requested by the lenders and mutually agreed to by the party and lenders which inter alia shall contain the following:
   i) Comments on diversion of the funds.
   ii) Confirmation on availability of adequate insurance for the Securities / stocks/ Assets / Receivables with bank clause.
   iii) Verification of stocks/book debts at periodic intervals.
iv) Verification of availability of Forward/backward linkages
v) Analysis of age wise debtors with comments on its reliability.

General Parameters for Monitoring

I. Cash inflow Monitoring:-
a) Sources of cash inflow based on estimates/projections.
b) Source of unsecured loan/NCO, its tenor and rate of interest, if any/sale of fixed assets/investments, interest/dividend received from investment.
c) Profit ploughed back and any windfall/exceptional cash Inflow e.g. profit from sale of fixed assets, tax refunds etc.
d) Sources of margin, whether it is through borrowing or through capital infusion and is brought as per sanction stipulation.
e) Monitoring of the payment transactions to/realizations from the group companies.

II. Cash Outflow Monitoring:-
(i) Utilization in inventory build-up/acquisition of fixed assets/purchase-Invoices of the company (about quantum and reasonableness of rates) for procurement of raw material/spares/transportation of raw material etc. on daily/weekly basis and compare vis-à-vis monthly operation budget submitted by the company.
(ii) Utilization in creditors repayment/repayment of term borrowing/Loans and advances to other firms.
(iii) Capital drawings, if any / interest / dividend payouts/ redemption of debentures, if any shares buy back, if any
(iv) Intercorporate transactions and/or related party transactions
(v) Timely and full payment of Govt./ Statutory dues/ analysis of any other kind of outflow, if observed.

III. Fund Flow Analysis:
i) To highlight on diversion of short term funds in long term uses

IV. Non Cash Parameter:
i) ASM is expected to keep watch in Industry specific prevailing trends, cyclical changes, Govt. Polices and precautionary/mitigation measures sustainability/sensitivity in Products/Business.
ii) High value vendor due diligence, market values vis-a-vis Invoice price.
iii) Technological obsolescence and substitution measures
iv) Industry experts should also be involved while conducting stock audit in sectors where raw material/finished goods are of technical nature.
v) To report on any litigation, court cases including asset classification of associate concerns.

The above list is only indicative and Bank reserves the right to include any other post monitoring activity as scope of work to be assigned and account specific monitoring activity, if any.