Annexure A

1. Penal Charges for Delay in Payment of Dues for PPP/Private Sector Projects

S.No.	Reason	Quantum
1.	Delay in Payment of Dues (Principal/ Interest/ Fees/ Commission etc.)	3.00% p.a.
2.	In case borrower/ project is downgraded to Stage - 2 category as per Ind-AS, risk charge will be charged from the date of downgrading of account till it is upgraded	0.25% p.a.
3.	In case borrower/ project is downgraded to Stage - 3 category (NPA) as per Ind-AS, risk charge will be charged from the date of downgrading of account till it is upgraded	0.35%p.a.
4.	In case any borrower's IR is downgraded below IR3 during currency of loan, then HUDCO may charge additional interest rate over and above the applicable rates for IR3 borrower.	0.25% for IR4, 0.50% for IR5, 0.75% for IR6

2. Pre-payment Charges on Pre-closure of PPP/Private Sector Loans

The pre-payment charges at 2% will be levied on pre-closure of the loan facility by the borrower before the due date. Pre-payment charges will not be levied in case the same is effected at the instance of HUDCO.