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# INPRIME INTEREST RATE POLICY

InPrime – Interest Rate Policy

**Version Control:**

Version #	Date	Addition/Modification	Made By	Approved by	Approval date
1	5-Dec-2023	Interest Rate Policy	Soham Bhattacharya	Board of Directors	5-Dec-2023
2	30-Sept- 2024	Ratification Amendments	of Soham Bhattacharya	Board of Directors	30-Sept-2024

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## Introduction:

InPrime Finserv (STK Credit Private Limited) is committed to transparent and responsible lending practices. This Interest Rate Policy outlines the principles governing the determination of interest rates for our financial products, in accordance with the regulations set forth by the Reserve Bank of India (RBI).

InPrime Finserv shall adhere to all applicable RBI regulations and guidelines regarding interest rates, ensuring compliance with the statutory framework governing financial institutions.

## Interest Rate Determination

Interest rates for our financial products will be determined based on a combination of factors, including but not limited to:

- **Cost of Funds:** The interest rates will reflect the cost of obtaining funds to finance lending activities.
- **Risk Assessment:** The level of risk associated with the borrower and the nature of the financial product will be considered in determining interest rates.
- **Market Conditions:** Interest rates may be influenced by prevailing market conditions, ensuring competitiveness within the financial industry.
- **Operational Costs:** The costs associated with the administration, processing, and servicing of financial products will be factored into interest rate calculations
- **Margins:** InPrime Finserv introduces appropriate margin levels to cover expenses, mitigate risks, and ensure long-term financial sustainability. However, given our early-stage operations and current loss-making position, margins may temporarily be negative as we prioritize sustainable growth and scalability.

InPrime, as a currently loss-making entity, aims to balance competitiveness and profitability while maintaining customer-centric practices. To achieve this, the interest rate charged is set at Fixed Rate of 25% per annum on a diminishing balance basis, ensuring fairness and alignment with long-term sustainability goals.

## Communication of Interest Rates

Interest rates applicable to each financial product will be clearly communicated to customers before the loan agreement is finalized. Any changes to interest rates during the loan tenure will be communicated in accordance with regulatory requirements.

## Review & Revision

InPrime Finserv will periodically review and, if necessary, revise its interest rate policy to align with regulatory changes, market conditions, and internal considerations.

## Grievance Redressal

Customers are encouraged to bring any concerns or grievances related to interest rates to the attention of InPrime Finserv through our established grievance redressal mechanism.

This Interest Rate Policy is designed to ensure transparency, fairness, and compliance with regulatory standards. InPrime Finserv remains committed to providing responsible financial solutions to our customers