

Expression of Interest for sale of Financial Assets by Suryoday Small Finance Bank Limited (Suryoday)

In terms of Suryoday Small Finance Bank Limited's (Suryoday/ the Bank) Policy on Sale of Financial Assets to ARCs and in line with the regulatory guidelines, Suryoday intends to undertake sale of the following loan accounts to ARCs under a Swiss Challenge Method as given below. We invite you to indicate your 'Expression of Interest' ("EOI") in acquiring these Financial Assets.

(Rs. In Crores)

Product Type & No.of Loan accounts	Principal O/s. as on Cut-off date	Purchase Consideration	Starting Price for counter bid with 5% mark-up	Terms of Sale
MFI - 2,95,861 loans	446.80	135.10	141.85	Security Receipts
LAP HL- 353 loans	24.14			
CV loans – 131 loans	21.11			
Total –2,96,345 loans	492.05	135.10	141.85	

The interested parties may note the following in respect of the sale process:

- Suryoday shall sell these Stressed Loans under a Swiss Challenge Method based on existing offers in hand and the said offer will have the right to better the bid. The process to be followed for conducting the sale including the bid submission date, bid parameters and evaluation criteria shall be communicated separately only to the parties who have submitted their EOI within the timelines given in this notice. Suryoday reserves the right to sell these assets in whole or in part, in one or multiple pools. Suryoday reserves the right at its sole discretion, without assigning any reasons, to include additional assets to and / or withdraw certain assets or all the assets from the abovementioned pool with due notification to the interested parties.
- The interested ARCs can conduct due diligence of these assets with immediate effect, after submitting 'Expression of Interest' and executing a Non-Disclosure Agreement (NDA) with Suryoday. The 'Expression of Interest' shall be submitted to the CFO Office, Suryoday Small Finance Bank Limited, Sharda Terraces, Plot No. 65, Sector-11, CBD Belapur, Navi Mumbai-400614 (Mail Id : Sasidhar.vavilala@suryodaybank.com).
- Further details of the accounts will be sent on email on execution of NDA, on the email IDs provided with the Expression of Interest (EOI). Thereafter, the prospective buyers, who submit a Non-Disclosure Agreement, can undertake the due diligence and necessary information shall be provided by the officials as per details provided in Schedule I.
- The Stressed Loans shall be sold on 'As is, Where is' basis and "as is what is" basis without any recourse to the Suryoday
- The submission of a Bid by the Bidder shall be deemed to constitute unconditional acceptance of all the terms and conditions of this process document by the Bidder.
- The cut-off date for the sale of the abovementioned assets shall be specified separately

- at the time of final bid submission as part of the sale process.
- The interested parties shall indicate their interest by submitting their Binding Bid latest by 5.00 PM, 28th December, 2022.
 - All costs, expenses, taxes, stamp duties and liabilities incurred by each Bidder in connection with the Transaction, including (without limitation) in connection with Due Diligence, preparation and/or submission of the Bid, including fees of its own advisors, if any, shall be borne and paid by such Bidder, whether its Bid is accepted or rejected for any reason and Suryoday does not assume any liability whatsoever in this connection
 - Suryoday reserves the right to terminate the sale/auction process at any point of time without prescribing any reason thereof, at its own discretion. The decision of Suryoday shall be final and binding in this regard.
 - Please note that any sale under this process shall be subject to final approval by the Competent Authority of Suryoday.
 - The above stated sale of stressed loans shall be in compliance with Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021, as amended from time to time.

Annexure -I

The time schedule for completion of the sale process is given below, which may be taken note of and adhered to:-

Sl. No	Particulars	Date
a.	Submission of Expression of Interest	24.12.22
b.	Submission of Non-Disclosure Agreement (if not already executed)	24.12.22
c.	Completion of Due Diligence Exercise	27.12.22
d.	Final Binding Bid (Challenger Bid) submission Bid in physical copy required to be submitted in sealed envelope to, CFO Office, Suryoday Small Finance Bank Limited, Sharda Terraces, Plot No. 65, Sector-11, CBD Belapur, Navi Mumbai-400614	28.12.22

Annexure II**Contact Details / Due Diligence Support**

Name	Email ID
Sasidhar Vavilala	Sasidhar.vavilala@suryodaybank.com
Kanishka Chaudhary	Kanishka.Chaudhary@suryodaybank.com

Note: Suryoday shall facilitate the officials from the interested parties who have submitted the EOI within the stipulated timelines and signed the NDA to undertake due diligence by providing access to relevant data in respect of the loan accounts.

The officials of interested parties are expected to verify at the time of due diligence, the updated position of principal and total dues besides others for any changes that might occur in the interregnum.