



SIDDHARTH INSTITUTE OF ENGINEERING & TECHNOLOGY::PUTTUR

(AUTONOMOUS)

(Approved by AICTE, New Delhi & Affiliated to JNTUA, Ananthapuramu)

(Accredited by NBA for Civil, EEE, Mech., ECE & CSE)

(Accredited by NAAC with 'A' Grade)

Puttur -517583, Chittoor District, A.P. (India)

4.1.4 Expenditure for infrastructure augmentation excluding salary during the academic year (2019-20) (INR in lakhs)		
ACADEMIC YEAR 2019-20		
INFRASTRUCTURE AUGMENTATION	EXPENDITURE AMOUNT BEFORE SEP	EXPENDITURE AMOUNT AFTER SEP
BUILDING	47854493	61018260
FURNITURE & FIXTURES	69921	
AIR CONDITIONS	296016	123200
LAB EQUIPMENT	422767	
TOTAL	48643197	61141460
TOTAL EXPENDITURE ON INFRASTRUCTURE AUGMENTATION	109784657	
TOTAL INCOME AND EXPENDITURE AMOUNT	330906055	
TEACHING SALARY	135384169	
NON TEACHING SAALRY	9638235	
TOTAL EXPENDITURE EXCULDING SALARY	185883651	

Keneedy
PRINCIPAL
Siddharth Institute of Engrineering & Technology
Siddharth Nagar
PUTTUR - 517583, Chittoor Dist.



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CERTIFICATE

Siddharth Institute of Engineering & Technology under Jaya Educational Society has availed a term loan of Rs.46.90 Cr in the financial year 2015-16 from Union Bank of India, Tirupati for the buildings, furniture & fixtures, library, and solar power plant.

The expenditure incurred for the buildings and other infrastructures, which are under construction is considered as work in progress expenditure. Hence, it is not reflected in the revenue expenditure of financial years from 2015-16 to 2018-19.

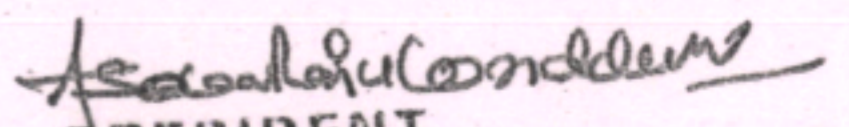
Few buildings and other infrastructure have been completed in the financial year 2019-20 for a worth of Rs. 19,06,94,958 out of term loan of Rs.46.90 Cr. Hence the same amount is shown under the capital expenditure.

However, in addition to this loan amount, an amount of Rs. 10,97,84,657 has been spent for infrastructure augmentation from the income generated in FY 2019-20.

Therefore the total amount spent towards infrastructure augmentation is Rs. 30,04,79,615 (Rs. 19,06,94,958 + Rs. 10,97,84,657) and it is shown in the audit statement of 2019-20 financial year.

**For P. MURALI & CO.,
Chartered Accountants
FRN:0072578**


**Chartered Accountant
(A. KRISHNA RAO)
PARTNER
Membership No:020085**


**PRESIDENT
JAYA EDUCATIONAL SOCIETY
PUTTUR-517 583**


**PRINCIPAL
Siddharth Institute of Engineering & Technology
Siddharth Nagar
PUTTUR - 517583, Chittoor Dist.**

Ref No: TPT/BM/149/2015

Date:23.10.2015

Letter of sanction

To

Jaya Educational Society
Siddhartha Nagar,
Narayanavanam Road,
Puttur, Chittoor, AP
Pin: 517583

Dear Sir /Madam,

Sub: Sanction of Term Loan

Conveying of sanction Terms and conditions

With reference to your application for term loan, we are pleased to inform that our competent authority has sanctioned the same. The terms of sanction and the rate of interest are subject to variance of RBI guidelines, Bank's Credit Policy, FEDAI Regulations. The procedure set by the Bank/RBI/FEDAI with regard to availing of; Term loan and other facilities are to be scrupulously followed by you before/while availing the facilities on an ongoing basis.

		Rs in crores
Nature of facility	Sanctioned limit	INT/Comn.
New Term Loan	46.90	Base Rate + 2.75% + 0.50 (TP) i.e., 12.90%*
Total	46.90	

***Nature and Description of Securities**

Nature and description of collateral security indicating areas and location of property	Value IN CR
155/1B2, 157/2, 155/2 of Ippathangal Village, Samudayam Group, Puttur Sub District No. 80 & in Sy. Nos. 60/1B, 60/2B, 61/4, 66/4, 60/1A, 61/2B, 61/3, 61/5, 60/2, 61/1,	16.61

61/6, 61/7, 66/5, 66/7 and 66/6 of Erikambattu village, Narayanavanam Group, Narayanavanam Mandal Nos. 30 and 33; Sy Nos. 227 and 228 of Bheemunicheruvu village, Sri Balaji Registration, Chittoor District, A.P.	
Land of 11.635 Acres situated at Sy. Nos. 119-14, 59-5, 59-6, 118-4, 118-5, 118-11, 59-1, 118-3, 118-8, 118-13, 76-11, 76-12, 74-1B, 118-13, 118-12, 118-8, 75-4, 76-10, 76-11, 76-14, 76-1 to 76-8, 75-1, 75-2 and 118-6 of Erikambattu village, Narayanavanam Group, Narayanavanam Mandal No. 33, Sri Balaji Registration, Chittoor District, A.P.	6.40
BUILDINGS OF SIDDHARTHA INSTITUTE OF ENGINEERING AND TECHNOLOGY LIKE BLOCK -A, BLOCK-B, BLOCK-C, BLOCK-D, BLOCK-E, SEMINAR HALL, GIRLS HOSTEL, AUDITORIUM (UNDER CONSTRUCTION)	16.93
BUILDINGS OF SIDDHARTHA INSTITUTE OF SCIENCE AND TECHNOLOGY LIKE BLOCK-A, BLOCK-B, WORK SHOP, BOYS HOSTEL	10.01

Guarantee:

S.No	Name of the Trustee	Designation
1	K. Ashok Raju	President
2	D. Aruna	Vice President
3	K. Sudarshan	Secretary
4	C. Manjula Vani	Joint Secretary
5	K. Indira Vani	Treasurer
6	K. Narasamma	Executive Committee Member
7	K. Chaya Devi	Executive Committee Member
8	N.V.Subba Raju	Executive Committee Member
9	N. Rukminamma	Executive Committee Member
10	R. Padma	Executive Committee Member

↓ The following security documents are to be executed at the time of disbursement of loan

(A) **New Term Loan**

1. DP Note
2. SD 01,18,19,24
3. AD 09(M),13
4. SRO Noting

BANK TERMS & CONDITIONS:

- ↓ Society has to accept applicable ROI as per final rating should be charged. Final Rating Report should be obtained and the rating should be under investment grade (i.e., UBI-5 or better).
- ↓ Society has to submit declaration regarding credit facilities availed with other lenders (Annexure-I) to the branch.
- ↓ Society and its members should submit an undertaking that in case of delays in receipt of fees reimbursements from State Government or in case of short fall of fee collections, the term loan obligations would be repaid from their own sources.
- ↓ Society should submit an undertaking that the entire fee collections and other transactions routed through their Current Account with our bank to be obtained.
- ↓ Society should submit an undertaking for creating Debt Service Reserve Account (DSRA) equal to one yearly installment of `6.70 crores by March 2020.
- ↓ Society should submit external Credit rating for our total limit of Rs. 46.90 Crs within 3 months from the date of first disbursement.
- ↓ Society should submit CA certificate before each disbursement, society should submit a CA certificate for the funds already infused/utilized and disbursements should be made only after satisfactory utilization of our funds; creation of assets to that extent and infusion of proportionate margin by the Society.
- ↓ Term loan disbursement should be made directly to the contractor/supplier of materials, suppliers of Plant & machinery and after bills/invoices submitted by Society.
- ↓ Society to ensure all the Current Accounts of the Society / Colleges with SBI, Puttur and other banks should be closed within 3 months and the Society should route their entire transactions through their accounts with our bank, preferably with our Puttur Branch.
- ↓ Our advance will be subject to bank's credit policy/RBI guidelines from time to time.
- ↓ Society to adequately insured securities with comprehensive risk coverage and mandatory Bank's clause in Bank favor.
- ↓ Society to ensure documents to be executed by the authorized persons as per the resolution of the Society.

- ↓ Society to submit Personal guarantees of all promoters/directors/members of the Society.
- ↓ Notwithstanding anything contained in the documents executed/to be executed, the rate of interest stipulated will be subject to revision depending on the change in the Base Rate of the Bank or depending on the directives of RBI or the policy of the Bank from time to time.
- ↓ The moratorium period of 3 years are allowed in the account. The proposed Term Loan of Rs.46.90 crores is to be repaid in 7 equal installments of Rs. 6.70 Crs each commencing from Aug'2019 and up to Aug'2025. Interest and other charges to be serviced as and when charged in the account.
- ↓ The Bank will have the right to examine at all times, the books of accounts of the Society and to have their institution inspected from time to time by its officer(s) and/or outside agencies/Chartered Accountants and the expenses to be incurred by the Bank in this regard will be borne by the Society.
- ↓ The Bank may, at its sole discretion, disclose such information to such institution(s) in connection with the credit facilities granted to the Society if requested by them.
- ↓ During the currency of the credit facilities, the Society will not, without Bank's prior approval in writing-
- ↓ The society shall not distribute accumulated reserves and surplus (past as well as future) during currency of out term loans
- ↓ The Society should maintain adequate books of accounts which should correctly reflect its financial position and scale of operations and should not radically change its accounting system without prior notice to the Bank.
- ↓ The Society should submit to the Bank such financial statements as may be required by the Bank from time to time, apart from the set of such statements to be furnished by the Society to the Bank as on date of publication of the Society's annual accounts.
- ↓ The Society will keep the Bank informed of the happening of any event like to have substantial effect on their profit or business.
- ↓ The Society will keep the Bank advised of any circumstances adversely affecting the financial position of their subsidiaries/group companies or companies in which it has invested, including any action taken by any creditor against the said Society/companies legally or otherwise.
- ↓ The Bank will have option of appointing its nominee on the Board of the Society to look after its interests.
- ↓ Progress report of the project to be submitted by the society on quarterly basis until completion.
- ↓ Society should be charged Commitment charges of 0.50% to be levied as per rules in case of non-availment of limits as per draw down schedule.
- ↓ Penal interest to be charged as per rules in respect of the following:
 - Delayed submission of CMA (if applicable)/renewal data: for the period 1 month from due date.
 - Non compliance of terms of sanction till such time the terms are complied with.

- Non-submission of Audited financials in time, penal interest to be charged from 15th November till the date of submission.
- Delayed repayment of interest and installments for the default period.
- ⬇ Pre-payment penalty shall be levied @ 1% pa shall be applicable in case the society prepays the debt by way of funds other than fresh equity or internal accruals.

- ⬇ As per the extant loan policy, Society to be charged penal interest of 1% on the outstanding liability in case of transfer their term loan to other Banks/FIs.
- ⬇ Society will be levied applicable Processing charges as per rules.
- ⬇ Society to submit fresh valuation of mortgaged properties once in a three years during the currency of our finance.
- ⬇ Money/Funds brought in by the promoters/directors/principal shareholders and their friends and relatives by way of deposits/loans/advances will not be allowed to be repaid by the Society without the Bank's prior permission in writing. Further, the rate of interest, if any, payable on such deposits/loans/advances should be lower than the rate of interest charged by the bank on its term loan and payment of such interest will be subject to regular repayment of installments under term loans granted/deferred payment guarantees executed by the Bank or other repayment obligations, if any, due from the company to the Bank. An undertaking for this should be submitted by society in this regard.
- ⬇ Society to submit acknowledgement from the auditors who have audited the Balance Sheet of the society.
- ⬇ A letter to be submitted by the society stating that the loan/credit facilities have been utilized for the purpose for which they are sanctioned.
- ⬇ The society to display a board in prominent place in the project/office premises indicating that the assets/stocks are mortgaged/hypothecated to Bank.
- ⬇ Promoters to bringing in margin money upfront.
- ⬇ Obtaining of all statutory approvals like building plan, environmental clearances, Registration/Licenses, Raw Material/Fuel Supply Agreements, Concession/State Support/Power Purchase Agreements, Power Connection, Pollution Control Board Certificate, Permission from Registration of Society.
- ⬇ All other term applicable to social and commercial infrastructure-Education Institutions (capital stock) will hold good.
- ⬇ All the terms and conditions applicable to such type of credit facilities are applicable.
- ⬇

Please note that the aforesaid limits sanctioned should be utilized strictly in accordance with the above mentioned stipulations and the relative guidelines of /RBI/FEDAI, Regulations and Bank's Credit Policy.

Further the Bank reserves the right to recall the advance without assigning reasons whatsoever. Kindly acknowledge on the duplicate copy of the sanction advice as a mark of having accepted the terms and conditions as stipulated above. We request you to call on us on any working day to enable us to disburse the loan after proper documentation.

For Union Bank of India
Branch Manager

Accepted the above Terms and conditions

Signature of Jaya Educational Society.

Members of society:

1. K. ASHOK RAJU
2. K. INDIRA VENI
3. K. SUDARSAN
4. K. CHAYA DEVI
5. K. NARASAMMA
6. C. MANJULA VANI
7. D. ARUNA
8. N.V. SUBBA RAJU
9. N. RUKMINAMMA
10. R. PADMA.

As Guarantors

- Ashok Raju Konduru
- K. Veni
- K. Sudarsan
- K. Chaya Devi
- K. Narasamma
- C. Manjula Vani
- D. Aruna
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