



UNSECURED FIXED DEPOSIT SCHEME

bajaj group

(DEPOSITS ARE INVITED FROM SHAREHOLDERS ONLY)

Quarterly Scheme		Cumulative Scheme			
Period (Years)	Interest (p.a.)	Period (Years)	Interest (p.a.)	Yield (p.a.)	Maturity Value of ₹ 40,000/-
3	10.50%	3	10.50%	12.16%	54,588/-

- **Minimum Deposit Amount of ₹ 40,000/- Additional amounts in multiples of ₹ 1,000/-.**
- **Option available on single deposit of ₹ 1 Lakh and above to receive interest on monthly basis.**

Company Highlights :

- The Company was established in the year 1937.
- The Company is a leading manufacturer of speciality steel long products.
- The Company is a leader in the design, manufacture and assembly of heavy duty cranes and process plant equipment.
- The Board comprises of Shri Niraj Bajaj & Shri Rajesh V. Shah.
- The Company has an excellent track record of personalised and devoted service to investors.

Scheme Highlights :

- Attractive interest rates for regular income schemes.
- High yield for Cumulative Deposits on Quarterly compounding basis.
- Facility of monthly interest on single deposit of ₹ 1,00,000/- and above.
- Interest warrants payable at par at specified branches of Company's banker.
- ECS facility available.

HOW TO APPLY

- Please fill in the application form contained herein completely and appropriately.
- The cheque/demand draft to be drawn in favour of **Mukand Limited** and should be payable at Mumbai.

MUKAND LTD.

Registered Office & Fixed Deposit Department :

Bajaj Bhavan, Jamnalal Bajaj Marg,
226, Nariman Point, Mumbai - 400 021.

CIN : L99999MH1937PLC002726 ☐ Tel. : (022) 6121 6627/28/29 ☐ Fax : (022) 2202 1174

☐ E-mail : fixeddeposit@mukand.com ☐ Website : www.mukand.com

FORM DPT-1

CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING UNSECURED DEPOSITS

[Pursuant to section 73(2)(a) and rule 4(1) of the Companies (Acceptance of Deposits) Rules, 2014 (as amended)]
(Deposits are invited only from the members of the Company)

1. GENERAL INFORMATION

a) Name address, website and other contact details of the company:

Name: Mukand Limited

Address: Bajaj Bhavan, Jambhal Bajaj Marg, 226 Nariman Point, Mumbai – 400021

Website: www.mukand.com

Other Contact Details: Tel: (022) 61216626/7/8/9, Email: fixeddeposit@mukand.com

b) Date of incorporation: 29th November, 1937

c) Business carried on by the Company and its subsidiaries with details of branches or units, if any:

The Company manufactures special alloy steel/stainless steel, billets, bars, rods, wire rods, EOT cranes, material handling equipment and other industrial machinery and offers comprehensive engineering services from preliminary survey to turnkey projects.

The Company has works

(i) at Dighe, District Thane-400605 and

(ii) at Ginigera, Hospet, Karnataka - 583228

The Company has nine subsidiaries:

- Mukand Global Finance Ltd., Mumbai – It is an Investment Company
- Vidyavitar Containers Ltd., Mumbai – It carries on business of real estate development.
- Mukand International Ltd., London, UK – It has ceased to carry on business since 1st April, 2010.
- Mukand International FZE (Dubai) – It carries on the business of trading of steel and other products.
- Mukand Sumi Metal Processing Ltd., Mumbai – It carries on the business of manufacture of bright bars, wires and steel products.
- Mukand Alloy Steels Pvt. Ltd., Mumbai – It carries on business of alloy steel products.
- Mukand Vijayanagar Steel Ltd. – It carries on the business of manufacture of steel and steel products.
- Technosys Industrial Machinery Pvt. Ltd. – It carries on the business of manufacture of industrial machinery.
- Whiteleaf Heavy Machinery Pvt. Ltd. – It carries on the business of manufacture of heavy machinery.

The Company has branches at Bengaluru, Chennai, Delhi, Kolkata and Visakhapatnam.

d) Brief particulars of management of Company:

The Company is managed by two Managing Directors and a Joint Managing Director subject to the control and supervision of the Board of Directors.

e) Names, addresses, DIN and occupations of the directors::

Name	Occupation	DIN	Address
Shri Niraj Bajaj (Chairman & Managing Director)	Business Executive	00028261	Mount Unique Co-op Housing Society Ltd., Flat No.-97, 13 th Floor, 62-A, Peddar road, Mumbai - 400 026.
Shri Rajesh V. Shah (Co-Chairman & Managing Director)	Business Executive	00033371	12 Jeewan Estate CHS Ltd., 7 Janki Kutir, Juhu Tara Road, Juhu, Mumbai – 400 049
Shri Sukeit V. Shah (Joint Managing Director)	Business Executive	00033407	A-52, Darshan Apartments, Block No. A, 5 th Floor, Mount Pleasant Road, Mumbai - 400 006
Shri Dhirajai S. Mehta	Business	00038366	301/302, Goragandhi Apartments, 3rd floor, 3, Laburnam Road, Gamdevi, Mumbai - 400 007
Shri Vinod S. Shah	Executive	00033327	5/149, Jain Society, Abhinandan CHS Ltd. Sion (West), Mumbai 400 022
Shri Narendra J. Shah	Business	00047403	43-B, Meher Apartments, Altamont Road, Mumbai - 400 026
Shri N. C. Sharma	Executive	00054922	B 605, Dosti Blossms Dosti Acres, Wadala (E), Mumbai – 400 037
Shri Prakash V. Mehta	Advocate, Solicitor & Notary	00001366	123-A, Maker Towers, Cuffe Parade, Colaba, Mumbai 400 005
Shri Amit Yadav	Executive	02768784	91, Sector - I, Chetranjeev Vihar, Ghaziabad – 201 002
Mrs. Bharti R Gandhi	Business	00360004	Amalhi, 6 th Floor, 15 L. D. Ruparel Marg, Malabar Hill, Mumbai - 400006

f) Management's perception of risk factors:

The steel industry, is an important constituent in the manufacturing sector. India is the 3rd largest producer of steel in the world with a production of 95.8 million tons in 2016. The largest producer, China alone has an output of 800 million tons per year, which is almost 50% for the total global output of steel. The Indian auto industry is one of the largest in the world accounting for 7.1% of the country's GDP. Several initiatives by the Government of India and the major automobile players in the Indian market are expected to make India a leader in the two and four wheeler market in the world by 2020. The positive outlook for the automobile industry coupled with the Government's initiatives to encourage the production of value added steel holds promise for the future of this division. The Government policy of permitting 100% FDA under the automatic route will increase investments in the auto sector. International and domestic manufacturers, are planning additional investments in their Indian facilities to meet the growing market.

Gearing up to meet the current and estimated future demand, the Company along with its Strategic Alliance Partner, over the previous three years, invested Rs 400 crore in modernising the steel making facilities, enhancing backward integration, installing balancing and process equipment, all of which will improve the productivity of the division. All these facilities are now operating at its full capacity thus fructifying into cost reduction. To mitigate the negative impact from rising prices and scarce availability of inputs such as iron ore and coke, the company adopted several process changes thereby keeping the negative impact to the bare minimum.

The performance of the Industrial Machinery division continues to be affected due to lack of demand and fierce competition in the market. There were no major booking of orders during the first three quarters of the year 2016-17, however, in the fourth quarter the division was successful in procuring major orders for supply of cranes to Oman and for a project for the Indian Navy. The year 2017-18 has begun on a positive note with an increase in the number of tenders being floated for EOT cranes, Port cranes and process equipment which is a sign that there is an increase in demand. Company hopes that the order booking will improve in the first and second quarter of the year in 2017-18. However, the pressure on prices will continue till such time that there are enough orders in the market to meet the supply capacity.

The deposits accepted by the Company are unsecured and rank pari passu with other unsecured liabilities of the Company. Unsecured deposits carry inherent risk of default in repayment of deposits or interest thereon in case of the Company facing liquidity crisis. The liquidity and/or profitability of the Company may get adversely affected due to change in economic situation, government policies, natural calamities etc.

g) Details of default including the amount involved, duration of default and present status, in repayment of:

a. Statutory dues: There is no default in payment of undisputed statutory dues by the Company.

b. Debentures and interest thereon: There are no dues to any debenture holder.

c. Loan from any bank or financial institution and interest thereon: Rs. Nil

2. PARTICULARS OF THE DEPOSIT SCHEME:

a) Date of passing board resolution : 24th May, 2017b) Date of passing resolution in the general meeting authorizing the invitation of such deposits: Special Resolution passed vide Postal Ballot on 8th August, 2014

c) Type of Deposits : Unsecured

d) Amount which the Company can raise by way of deposits as per the Act and rules made thereunder and the aggregate of deposits actually held as on 31-3-2017 and on the date of issue of circular, amount of deposits proposed to be raised and amount of deposits repayable within next twelve months. **Figures - ₹ in Crores)**

Category	Limit	Deposits Held as on 31 st March, 2017	Deposits Held as on date of Circular 24.5.2017	Amount of deposits proposed to be raised	Amount of deposits repayable within the Next 12 months
Public	Nil	1.19	0.96	-	0.96
Members	147.65 ⁵	99.81	111.60	147.65 ⁵	0.13

5 The Company at present has credit rating for acceptance of fixed deposits upto ₹ 115.48 crore. Therefore, acceptance of fixed deposits in excess of Rs 115.48 crore and upto the limit of ₹ 147.65 crore is subject to the obtaining of credit rating from the Rating Agency for higher limit of ₹ 147.65 crore.

e) Terms of raising deposits: Duration, Rate of interest, mode of payment and repayment
The Company may at its sole discretion accept/renew unsecured deposits only from members of the Company under the following schemes:

Quarterly Scheme		Cumulative Scheme			
Duration (Years)	Interest (p.a.)	Duration (Years)	Interest (p.a.)	Yield (p.a.)	Maturity Value of ₹ 40,000/-
3	10.50%	3	10.50%	12.16%	₹ 54,588/-

Minimum Deposit Amount of Rs.40,000/- Additional amounts in multiples of Rs.1,000/-.

Option available on single deposit of Rs. 1 Lakh and above to receive interest on monthly basis.

Mode of Repayment: by crossed account payee cheques/drafts/Warrants payable at places where the company's bankers issuing such instrument has branches.

Interest on deposits under monthly/quarterly scheme will be payable monthly/quarterly and interest under cumulative scheme will be compounded quarterly. Interest on a single deposit of Rs. 1,00,000/- and above will be payable monthly/quarterly/upon maturity, at the option of the depositor.

Payment of interest will be subject to deduction of tax at source at the prescribed rate wherever applicable. Brokerage will be paid by the Company only to the Company's authorised brokers whose name and address appear on the application form as per the Companies (Acceptance of Deposits) Rules, 2014, as applicable.

The rates of interest as indicated in this circular will be subject to revision in accordance with revised ceiling thereon, if any, as may be laid down by the Central Government / Reserve Bank Of India. The management may, during the validity of this circular, at its discretion, revise the rates of interest for any fresh deposits/renewal of existing deposits to be accepted from such date as it may decide. However, such revision would not apply to the deposits already accepted/renewed before such revision.

f) Proposed time schedule mentioning the date of opening of the Scheme and the time period for which the circular is valid: Company would accept deposits from the date this circular is issued to the members. This circular would remain valid until 30-9-2018, or until the date on which the financial statement is laid before the Company in annual general meeting or where the annual general meeting has not been held, the latest day on which that meeting should have been held in accordance with the provisions of the Companies Act, whichever is earlier.

g) Reasons or objects of raising the deposits:

To meet financial requirements (including working capital requirements) for running the business of the company.

h) Credit rating: Brickwork Ratings India Pvt. Ltd.(Brickwork) has assigned rating of BWR FBB+ (Pronounced BWR F Double B plus), vide its letter dated 14th November, 2016 for acceptance of deposits upto Rs.115.48 crore valid upto 13th November, 2017. The acceptance of deposits after 14th November, 2017 and in excess of Rs. 115.48 crore, upto the statutorily permissible limit of Rs.147.65 crore, is subject to the Company obtaining credit rating from the rating agency.

i) Extent of deposit insurance: As per Companies (Acceptance of Deposits) amendment Rules, 2017 the company is exempted from obtaining deposit insurance till such insurance product is available or 31-3-2018, whichever is earlier.

j) Short particulars of the charge created: Not applicable.

k) Any financial or other material interest of the directors, promoters or key managerial personnel in the deposits and the effect of such interest in so far as it is different from the interest of other persons:

Directors, Promoters or Key Managerial Personnel have placed deposits aggregating to Rs.36,00,000/-. The terms and conditions including rate of interest decided by the Company for the acceptance of deposits applicable to all other depositors are also applicable to Directors, Promoters and key management personnel. No specific financial or other material benefits are provided to them

3) DETAILS OF ANY OUTSTANDING DEPOSITS (AS AT 31st MARCH, 2017):

a) Amount outstanding : ₹ 101,00,67,000/- (includes unclaimed deposits of ₹ 1,33,60,000/-)

b) Date of acceptance : Since 1st December, 2015

c) Total amount accepted : ₹ 101,00,67,000/- (includes unclaimed deposits of ₹ 1,33,60,000/-)

d) Rate of interest : 10.5% p.a. to 11.25% p.a.

e) Total number of depositors : 4471

f) Default if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of the default involved: NIL

g) Any waiver by the depositors of interest accrued on deposits: NIL

4) FINANCIAL POSITION OF THE COMPANY

a) Profits/(losses) of the Company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular :

Year	Profit/(Loss) Before Tax (₹ in Crore)	Profit/(Loss) After Tax (₹ in Crore)
2014-15	2.13	1.58
2015-16	2.14	1.62
2016-17	6.43	(41.81)

b) Dividends declared by the Company, and the interest coverage ratio, for the three financial years immediately preceding the date of issue of circular :

Year	Dividend declared (On Preference Shares)		Interest Coverage Ratio
	%	₹	
2014-15	Nil	Nil	1.29
2015-16	Nil	Nil	1.28
2016-17	Nil	Nil	1.11

c) A Summary of financial position of the Company as appearing in the three latest audited balance sheets immediately preceding the date of issue of circular :

LIABILITIES	As at			ASSETS	As at		
	31-3-2017	31-3-2016	31-3-2015		31-3-2017	31-3-2016	31-3-2015
Share Capital	147.05	147.05	147.05	Fixed Asset	745.99	2436.03	2473.93
Reserves & Surplus	277.83	1971.02	1973.79	Non-current Investments	250.21	250.87	251.00
Long term Borrowings	1647.41	1581.87	1501.58	Long term Loans & advances	118.84	116.39	115.75
Other Long term liabilities	4.00	4.00	4.00	Other Non-current assets	32.38	47.90	48.28
Long term provisions	39.46	43.40	39.31	Short Term Loans & Advance	196.57	204.69	188.18
Short term Borrowings	948.70	882.06	829.35	Current Assets (Excluding short term loans & advances	3111.09	2855.97	2674.25
Current liabilities & Provisions excluding short term Borrowings	1402.73	1327.25	1301.63	Deferred Tax assets (Net)	12.10	44.80	45.32
Deferred tax liabilities (net)	-	-	-		-	-	-
Total	4467.18	5956.65	5796.71	Total	4467.18	5956.65	5796.71

d) Audited Cash-Flow Statement for the three financial years immediately preceding the date of issue of circular :

	2016-17	2015-16	2014-15
Net Cash Inflow/(outflow) from Operating activities	154.93	117.20	11.76
Net Cash inflow/(outflow) from investing Activities	(28.20)	(30.56)	1.80
Net Cash Inflow/(Outflow) from Financing Activities	(125.23)	(101.42)	(13.71)
Net (Decrease) in Cash/Cash Equivalents	1.50	(14.78)	(0.15)

e) Any change in accounting policies during the last three years and their effect on the profits and reserves of the company.

FY 2014-15 : Pursuant to provisions of the Companies Act, 2013 (the Act), becoming effective from 1st April 2014, the Company has reworked depreciation with reference to estimated useful life of fixed assets prescribed under Schedule-II to the Act or useful life of fixed assets as per technical evaluation. As a result, the charge for depreciation is higher by Rs.4.36 crore for the year ended 31st March 2015. Further, based on transitional provision in Note 7 (b) of Schedule-II, an amount of Rs.8.31 crore (net of deferred tax) has been adjusted during the year against the retained earnings.

5) A DECLARATION BY THE DIRECTORS THAT :

- the company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or payment of interest there on;
- the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular ;
- the company has complied with the provisions of the Act and the rules made thereunder;
- the compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government;
- the deposits accepted by the company before the commencement of the Act have been repaid, subject to unclaimed deposits of Rs.1,09,18,000/-. The unclaimed deposits, until they are repaid, shall be treated as unsecured and rank pari-passu with other unsecured liabilities
- in case of any adverse change in credit rating, depositors have option to withdraw deposits without any penalty.
- the deposits shall be used only for the purposes indicated in the Circular ;
- the deposits accepted by the company are unsecured and rank pari passu with other unsecured liabilities of the company.

6. DISCLAIMER:- It is to be distinctly understood that filing of circular or circular in the Form of advertisement with the Registrar should not in any way be deemed or construed that the same has been cleared or approved by the Registrar or Central Government. The Registrar or Central Government does not take any responsibility either for the financial soundness of any deposit scheme for which the deposit is being accepted or invited or for the correctness of the statements made or opinions expressed in the circular or circular in the Form of advertisement. The depositors should exercise due diligence before investing in the deposits schemes.

This advertisement is issued on the authority and in the name of Board of Directors of the Company the tax was approved by the Board of Directors of the Company on 24th May, 2017 and a copy duly signed by a majority of the Directors has been delivered to the Registrar of Companies, Maharashtra, Mumbai for registration.

By order of the Board of Directors

For Mukand Limited

K. J. Malviya

Company Secretary

Mumbai

Dated : 24th May, 2017

**Brickwork Ratings India Pvt. Ltd.(Brickwork) has assigned rating of BWR FBB+ (Pronounced BWR F Double B plus), vide its letter dated 23rd August, 2017 for acceptance of deposits upto Rs.147.65 crore valid upto 13th November, 2017.



MUKAND LIMITED

CIN : L99999MH1937PLC002726

Registered Office & Fixed Deposit Department :

Bajaj Bhavan, Jammalal Bajaj Marg,
226 Nariman Point, Mumbai - 400 021

APPLICATION FORM FOR FIXED DEPOSIT SCHEME FROM SHAREHOLDERS ONLY

(PLEASE WRITE IN BLOCK LETTERS AND TICK ✓ THE APPROPRIATE BOX)

Dear Sirs,

I/We hereby apply to Deposit in accordance with the terms and conditions of the Fixed Deposit Scheme

DECLARATION

● I/ We hereby declare that the amount being deposited herewith is not out of any funds acquired by me/us by borrowing or accepting deposits from any other person(s) ● I/We declare that the first-named Depositor mentioned in our application is the beneficial owner of this deposit and as such he/she should be treated as the payee for the purpose of deduction of tax at source under Section 194A of the Income Tax Act, 1961 ● I/We have read and agree to abide by the attached terms and conditions governing the deposit ● I/We declare that what is stated in this application is true and correct. ● I/We hereby declare that we are resident of India.

I hereby confirm that the first name holder is the shareholder of the Company and would continue to remain shareholder of the Company during the entire tenure of the deposit. I am/We are aware that in case the first holder ceases to be the shareholder at any time during the tenure of the deposit, the company has right to refund the deposit prematurely, in which case the rules for premature repayment would apply.

AMOUNT OF DEPOSIT	₹ (Rupees only)		SCHEME	
			PERIOD	
MODE OF PAYMENT	CHEQUE / DD NO.	DATED / /	BANK'S NAME	
	<input type="checkbox"/> RENEWAL	OLD F. D. R. NO.		<input type="checkbox"/> Quarterly <input type="checkbox"/> Cumulative <input type="checkbox"/> Monthly * * Optional only for deposit of Rs. 1,00,000/- & above
CATEGORY		STATUS		PAYABLE TO
<input type="checkbox"/> SHAREHOLDER FOLIO NO. DP ID CLIENT ID (ATTACH NECESSARY PROOF)		<input type="checkbox"/> RESIDENT INDIVIDUAL <input type="checkbox"/> HUF <input type="checkbox"/> OTHERS, PLEASE SPECIFY		<input type="checkbox"/> FIRST NAMED DEPOSITOR <input type="checkbox"/> EITHER OR SURVIVOR <input type="checkbox"/> ANYONE OR SURVIVOR
				INCOME TAX
				<input type="checkbox"/> TO BE DEDUCTED <input type="checkbox"/> NOT APPLICABLE <input type="checkbox"/> FORM 15H/15G SUBMITTED <input type="checkbox"/> FORM 15H/15G WILL BE SUBMITTED
PARTICULARS OF OTHER FIXED DEPOSIT WITH THE COMPANY <input type="checkbox"/> NO <input type="checkbox"/> YES. F. D. R. NO. (S) _____ FOLIO NO. _____				
FULL NAME OF APPLICANT(S) FIRST NAME MIDDLE NAME SURNAME				
1 (SHRI/SMT/MAST/MISS) (SOLE/ FIRST APPLICANT)				
NAME OF THE GUARDIAN (In case the first Applicant is a Minor) Date of Birth of (1st Applicant) :				
INCOME TAX PERMANANT A/c No : (Refer instruction No. 4 (e) & 12 (j))				
2 (SHRI/SMT/MAST/MISS) (SECOND JOINT APPLICANT)				
3 (SHRI/SMT/MAST/MISS) (THIRD JOINT APPLICANT)				
ADDRESS OF SOLE / FIRST APPLICANT				
City : Pin : Tel. : Mobile. : E-mail :				
BANK PARTICULARS (Refer instruction 5(e) of terms & condition)	BANK & BRANCH			
	9 Digit MICR Code	RTGS / NEFT IFSC CODE		
	A/c NO.	(PLEASE ATTACH A COPY OF CANCELLED CHEQUE)		A/c Type (Saving/Current)
NOMINATION (OPTIONAL : Refer instruction No. 6)				
Where the deposit is in the name of a minor, the nominatoin should be signed by person lawfully entitled to act on behalf of the minor				
I /We hereby nominate the following person to receive the amount payable to me/us, on my/our death.				
Nominee's name _____				
Guardian's name _____ (In case nominee is a minor)				
Address of the Nominee/Guardian _____				
Date of Birth (In case nominee is a minor) _____				
Signature of nominee (Optional) _____				
SIGNATURE(S) OF APPLICANT(S) (GUARDIANS IN CASE OF MINOR)				
<input checked="" type="checkbox"/> 1. SOLE/FIRST APPLICANT <input checked="" type="checkbox"/> 2. SECOND APPLICANT <input checked="" type="checkbox"/> 3. THIRD APPLICANT				
FOR OFFICE USE ONLY			BROKER'S NAME & ADDRESS	
Deposited on	Realised on	Application No.		
FDR No.	Dated	Remarks		
			PAN NO. : [] [] [] [] [] [] [] [] [] []	

TERMS AND CONDITIONS GOVERNING THE FIXED DEPOSIT SCHEMES

1. AMOUNT OF DEPOSIT :

Minimum amount of deposit and additional amounts of the scheme are indicated on the cover page.

2. APPLICATION :

- (a) Applications for Deposit should be made in the prescribed form together with A/c payee Cheques / Demand Drafts in the name of "Mukand Limited." payable at Mumbai.
- (b) Signature by thumb impression must be attested by a Magistrate, Notary Public or a Special Executive Officer under his / her official seal.
- (c) Deposits will be accepted from Minors through their natural guardians.
- (d) In case the deposit is in the name of Minor, the name of the guardian should be stated in the application and the guardian should sign the application form for and on behalf of the minor. The date of birth of the minor should also be mentioned in the application form.

3. INTEREST PAYMENT :

- (a) Interest will be calculated from the date of clearance of the Cheque / Draft by the Company.
- (b) Interest will be paid by ECS/an "A/c Payee" Cheque/Warrant payable at par at Mumbai and other designated branches as may be agreed by our Bankers from time to time.
- (c) Depositors belonging to locations not having designated branches of our bank will have to bear the clearing charges.
- (d) Interest will cease on the date of maturity.**
- (e) Depositors can have the interest amount directly credited to their bank account through NECS/ECS facility wherever available. Depositors who wish to avail of this facility are requested to inform CBS BASED BANK ACCOUNT NUMBER & the 9 digit MICR code of their bank branch as appearing on the cheque leaf alongwith other details of their bank account viz. Name of the Bank, Branch, Complete account number etc.
- (f) Interest under quarterly fixed deposit schemes will be paid on 31st March, 30th June, 30th September, 31st December each year and on the date of maturity.
- (g) In respect of quarterly deposit placed during the months of March, June, September, December, the 1st payment of the Interest will be made on 30th June, 30th September, 31st December and 31st March respectively.
- (h) Interest payable monthly on the large deposits will be paid on the last day of the month and in respect of deposit placed during the middle of the month, interest for the part of that month will be clubbed with interest payable for the following month.
- (i) Interest under cumulative scheme will be compounded Quarterly and credited annually, subject to deduction of tax at source as applicable on the interest element.
- (j) All unclaimed interest and/or maturity proceeds of Fixed Deposit for more than seven years, shall be transferred by the Company to the credit of The Investor Education and Protection Fund (The Fund) established by the Government of India and no claim from a depositor shall lie against the Fund or the Company in respect of such unpaid/unclaimed amount.

4. DEDUCTION OF TAX AT SOURCE :

- (a) If the aggregate amount of interest paid / credited during any financial year from 1st April to 31st March exceeds the prescribed limit, then necessary tax at the appropriate rate as provided in the Income Tax Act, 1961 will be deducted therefrom unless depositor produces to the Company, of his own the necessary declaration in the prescribed form every financial year, declaring that his total income is less than the minimum amount liable to tax. Tax to be deducted will be determined after clubbing all deposits a person has in his/her capacity as the first named depositor.
- (b) Such forms, complete in all respects in duplicate should accompany the fixed deposit application form and should be sent every year thereafter 30 days before the start of each financial year.
- (c) No separate correspondence will be entertained in this regard.
- (d) TDS certificates will be issued wherever applicable.
- (e) Non-furnishing of PAN CARD copy would result in deduction of TDS at higher rate as prescribed under the Income-Tax Act, 1961.

5. REPAYMENTS:

- (a) The amount of fixed deposit will be repaid on maturity. The fixed deposit receipt, duly discharged by signing on the reverse thereof across the necessary Revenue Stamp, must be surrendered to the Company at the address mentioned hereunder, atleast 15 days prior to the date of maturity for repayment of the principal and interest thereon.
- (b) Where the due date for any payment falls on Saturday, Sunday, Bank holiday or any other day on which the the Company's Registered office remains closed, the payment will be made on the next working day.
- (c) Repayments of the Deposit receipts will be made by A/c Payee cheques/drafts/warrants payable at places where the Company's bankers issuing such instrument has branches.

6. NOMINATION :

- (a) Nomination can be made by individuals only applying on their own behalf singly or jointly upto two persons. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of power of attorney cannot nominate.
- (b) A minor can be nominated by a holder of deposits and in that event the name and address of the guardian shall be given by the holder.
- (c) The nominee shall not be a trust, society, body corporate, partnership firm, Karta of Hindu Undivided Family or a power of attorney holder.
- (d) Nomination stand rescinded upon repayment/renewal of deposits made.
- (e) In the event of death of sole/joint depositors, the Company will deal with the nominee (or the appointed guardian in case of minor till the minor attains majority) without any reference to the legal heir and/or legal representatives of the deceased depositors(s).

- (f) In case the details in nomination form are incomplete or the nomination form is not signed by all depositors or not witnessed by two witnesses as required, the nomination will become invalid.

7. BROKERAGE :

Brokerage will be paid by the Company only to the Company's Authorised Brokers whose name and address appear on the Application Form as per the Companies (Acceptance of Deposits) Rules, 2014, as applicable.

8. RENEWALS :

Request for renewal should be accompanied by fresh application form duly filled in alongwith the discharged Fixed Deposit Receipt and should be lodged with the Company before the maturity date. Renewal will be considered from the date of maturity or from the first day of the month when the application for renewal is received, whichever is later.

9. PREMATURE WITHDRAWALS / PAYMENTS :

No premature withdrawal will be allowed during the first six months from the date deposit. Premature withdrawal will be permissible after six months at the sole discretion of the Company. The request letter for premature withdrawals and fixed deposit receipt should be signed/discharged by all the depositors. All such premature withdrawals shall be subject to such terms, including reduction in rate of interest as prescribed in the Companies (Acceptance of Deposits) Rules, 2014, as applicable. Further any brokerage paid on the deposit withdrawn prematurely and pertaining to the unexpired period will be recovered from the final proceeds. The rates of interest applicable for premature withdrawals will be as follows assuming deemed rate of interest for all categories of deposits for 1 and 2 years at 8.5% p.a. and 9.5% p.a. respectively :

Period of deposit held	Effective Interest rate for premature withdrawal
Up to 6 months	Nil
More than 6 months but less than 12 months	6.5%
12 months or more but less than 24 months	7.5%
24 months or more but less than 36 months	8.5%

10. JOINT DEPOSITORS :

- (a) In case the amount deposited is in joint names (not being more than three persons) each person must sign the application. All communications will be addressed and Interest Warrant and repayment on maturity will be made payable to the depositor whose name appears first in the application form.
- (b) In the event of the death of the first named depositor, all payments on account of principal and / or interests will be made to the person first in order of the survivors of such joint holders on production of death certificate without reference to the heirs and / or legal representatives of the deceased, and other joint holders. In any other case, it will be necessary for the legal representative and / or heirs of the deceased depositor to produce to the satisfaction of the Company, Succession Certificate / Letters of Administration, Probate of Will etc. from a duly constituted competent court in India.

11. LOSS, ETC. OF DOCUMENTS :

In the event of loss, destruction or mutilation of fixed deposit receipt, Instrument for repayment of fixed deposit or interest warrants, the Company may at its sole discretion issue a duplicate receipt / warrant / cheque / demand draft subject to the compliance by the depositor with such terms and conditions including indemnity as the Company may stipulate. All expenses incurred in this behalf will be borne by the depositor(s).

12. GENERAL :

- (a) The Company reserves the right to reject application without assigning any reason.
- (b) The deposits will be subject to Companies (Acceptance of Deposit) Rules, 2014 as amended from time to time under Section 73(2)(a) of the Companies Act, 2013 and any other rules if any, or regulations prescribed by the Central Government or Reserve Bank of India or any other Statutory authorities. The management may, during the validity of this circular, at its discretion, revise the rates of interest, for any fresh deposits/renewal of existing deposits to be accepted from such date as it may decide. However, such revision would not apply to the deposits already accepted/renewed before such revision.
- (c) The Company reserves the right to alter or amend and revoke without notice any or all the conditions stipulated above provided such changes are not prejudicial or disadvantages to the interest of depositors.
- (d) The Company will be in no way responsible for delays or loss in postal transit/ courier for the fixed deposit receipt and / or Repayment / Interest Cheques / Warrants / demand drafts that may be sent to the fixed deposit holders.
- (e) Fixed Deposit Receipt, Interest Payment Cheques / Warrants / DD & Maturity Payment Cheques/ DD would be despatched by post / courier at the address given in the application form to the first named deposit holder.
- (f) Deposit Receipts are NOT TRANSFERABLE. The Company will not accept or recognise any lien or any assignment of interest in the deposit amount and interest thereon.
- (g) Where scheme choice is not indicated in the application form, the Company reserves the right to treat such deposits as being placed in the Cumulative Deposit Scheme. Deposits accepted under any scheme will not be interchanged before the expiry of the said deposit.
- (h) Incomplete application forms will be liable for rejection.
- (i) Depositors are requested to provide attested copy of PAN CARD alongwith the Fixed Deposit application form.
- (j) Acceptance of deposits is subject to Mumbai jurisdiction only.**

13. FD Applications alongwith local Cheques/DD will be accepted at :

MUKAND LIMITED
 Bajaj Bhavan, Jammalal Bajaj Marg,
 226, Nariman Point, Mumbai - 400 021.
Tel. : (022) 6121 6627/28/29 • Fax : (022) 2202 1174
E-mail : fixeddeposit@mukand.com