



# **BORROWING OF MONEY POLICY**

**Last Amended: June 08, 2020**

**Adopted by the Board: June 08, 2020**

## **1. PREAMBLE**

Subject to Public Sector Companies (Corporate Governance) Rules 2013 and applicable relevant law on the subject in force explicitly adopted by the HESCO Board from time to time and to ensure policy for Borrowing of Money with Corporate Governance as enunciated in relevant laws and rules thereunder, for the Board of Directors, Senior Management, and all employees of Hyderabad Electric Supply Company Limited (the “Company” or “HESCO”) and inconsequent to the requirement of Rule 5 (4) of the Public Sector Companies (Corporate Governance) Rules, 2013 (the “Rules”) the HESCO Board has unanimously approved this policy.

## **2. OBJECTIVES**

1. Compliance of Public Sector Corporate Governance Rules, 2013.
2. The policy is intended to establish framework for borrowing of money from local and foreign sources to meet with company’s operations and Investment.

## **3. SOURCES OF BORROWING**

1. Foreign Loan
2. Local Loan

## **4. AUTHORITIES COMPETENT FOR GRANT OF APPROVAL**

Approval of Loan / Borrowing of the company from any of the foreign or local source will be made by the shareholders on the recommendation of Risk Management Committee and the Board of Directors of the company.

## **5. RELATIONSHIP WITH OTHER POLICIES**

This policy needs to be read in conjunction with other relevant policies and Rules i-e Accounting Manual of HESCO

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