# Term Sheet for issue of PDI (Perpetual Debt Instrument)

| Particulars | Details |
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| Issuer | The District Cooperative Central Bank Ltd; Khammam |
| Instrument Name | Perpetual Debt Instruments (PDI), Regulatory capital for RCBs consists of Tier-1 and Tier–2 capital. |
| Instrument Type | Unsecured, Non-Convertible, Perpetual, Subordinated Debt |
| Issue Size | Rs. 50,00,00,000 (Rupees Fifty Crores Only) |
| Face Value per Instrument | Rs. 1,00,000 (Rupees One Lakh Only) |
| Minimum Application Size | 1 |
| Mode of Issue | Private Placement |
| Tenor | Perpetual |
| Rate of Interest | Repo rate +2.25% per annum (floating) |
| Interest Type | Non-cumulative, Discretionary |
| Interest Payment Frequency | Semi-Annual |
| Interest Payment Conditions | i. PDI shall be subjected to a lock-in-clause in terms of the Bank. The Bank shall not be liable to pay interest, if<br>a) the Bank's CRAR is below the minimum regulatory requirement prescribed by the Reserve Bank; or<br>b) the impact of such payment results in the Bank's CRAR falling below or remaining below the minimum regulatory requirement prescribed by the Reserve Bank.<br><br>ii. However, the Bank may pay interest with the prior approval of the Department of Regulation, Reserve Bank, when the impact of such payment may result in net loss or increase the net loss, provided the CRAR meets the regulatory norm. For this purpose, net loss is defined as either<br>a) the accumulated loss at the end of the previous financial year, or<br>b) the loss incurred during the current financial year.<br><br>iii. The interest shall not be cumulative. |

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| Call Option | The bank may issue call option after completion of 10 years from the deemed date of allotment, subject to prior approval of department of regulation, Reserve Bank of India. |
| Put Option | Not available |
| Redemption | Not applicable; perpetual instrument |
| Listing | Unlisted |
| Status of the Instrument | Superior to the claims of investors in equity shares and PNCPS but Subordinate to the claims of all other creditors and the depositors. Among investors in PDI the claims shall rank pari passu with each other. |
| Security | Unsecured |
| Use of Proceeds | To augment Regulatory capital for the Bank consists of Tier-1 and Tier–2 capital under RBI guidelines |
| Applicable Guidelines | RBI Circular No. DOR.CAP.REC.219/09-18-201/2025-26 dated 27.11.2025, and subsequent amendments |
| Jurisdiction | Khammam Telangana |

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