

## IFCI Limited

### Delegation of Power – Treasury Department

#### 1 FOR INVESTMENT IN TREASURY PRODUCTS:

*\*This DoP will supercede all DoP related clauses mentioned in existing Treasury Policy*

Investment in :	AM	Mgr	AGM	DGM	GM	CGM/ Vertical Head	ED	DMD	MD & CEO
Money Market Mutual Fund Schemes	100% of permissible limit								
Liquid Plus and other similar Debt Schemes having maturity of maximum 3 years	100% of permissible limit with the prior approval of the Treasury Committee								
CBLO-Lending	100% of the permissible limit								
CBLO-Borrowing	100% of the permissible limit								
Gsec - Long term investment	With the approval of Treasury Committee								
Gsec- trading	Rs.15 crore	Rs.25 crore	Rs.30 crore	Rs.50 crore	Rs.100 crore	100% of permissible limit			
T-Bills –trading	Rs.15 crore	Rs.25 crore	Rs.50 crore	Rs.75 crore	Rs.100 crore	100% of permissible limit			
G-Sec Repo-Lending	100% of the total permissible limit with prior approval from Treasury Committee								
G-Sec Repo – Borrowing	100% of the total permissible limit with prior approval from Treasury Committee								
<b>Fixed Deposits:</b>									
PSU Banks	Upto 50% of total permissible limit					100% of total permissible limit			
Private	Upto 50% of total permissible limit					100% of total permissible limit			
Investment in IPO	100% of permissible limit with the prior approval of the Treasury Committee								
Equity- Long Term & current investment	Up to <b>Rs.5 crore</b> per equity scrip or per equity MF scheme and fixing target exit price: General Manager(Treasury) with reporting to Treasury Committee at its immediate next meeting with an overall cap of <b>Rs 20 Cr</b> More than Rs 5 Cr and fixing target exit price: Treasury committee								
Equity Trading –Open Position	Rs.15 Cr	Rs.30 Cr	Rs.45 Cr	Rs.60 Cr	Rs.75 crore				
Certificate of Deposits (Trading)	10% of total permissible limit		15% of total permissible limit	25% of total permissible limit	50% of total permissible limit	100% of total permissible limit			
Investment in :	AM	Mgr	AGM	DGM	GM	CGM/ Vertical Head	ED	DMD	MD & CEO
Commercial Paper (Trading)	10% of total permissible limit		15% of total permissible limit	25% of total permissible limit	50% of total permissible limit	100% of total permissible limit			
Corporate Bond Repo-Lending	100% of the total permissible limit with prior approval from Treasury Committee								
Corporate Bond Repo-Borrowing	100% of the total permissible limit with prior approval from Treasury Committee								

SLBM-Lending stocks	Rs.10 cr	Rs.20 cr	Rs.30 cr	Rs.50 cr	Upto Rs.250 cr	100% of total permissible limit
SLBM- Borrowing stocks	-			Upto Rs.25 cr	Upto Rs.50 cr	100% of total permissible limit
Interest Rate swap	For hedging of interest rate risk with prior approval of Treasury Committee.					
Interest rate Futures	For hedging of interest rate risk with prior approval of Treasury Committee.					
<b>Corporate Bonds, Debentures (Current Investment) :</b>						
Securities with long term rating of AAA/AAA(SO) or equivalent	75% of the permissible Sub limit with prior approval from Treasury Committee					100% of the permissible Sub limit
Securities with long term rating of AA/AA(SO) or equivalent with/without any modifier (+)/(-)	100% of the permissible Sub limit with prior approval of Treasury Committee					
Securities with long term rating of below AA- or Unrated securities in group companies	100% of the permissible sub limit with prior approval of Treasury Committee					
Inter-corporate deposits (Companies with rating below AAA)	75% of the permissible limit with prior approval of the Treasury Committee					100% of the permissible limit
Inter-corporate deposits (Companies with rating of AAA)	-	-	-	-	Rs.50 cr	100% of the permissible limit
Corporate Bonds , Debentures (Long Term Investment)	With approval of Treasury Committee					
Corporate Bonds with long term rating of AAA/AAA(SO) or equivalent and residual maturity of upto one year	10% of total permissible limit	15% of total permissible limit	25% of total permissible limit	50% of total permissible limit	100% of total permissible limit	
Corporate Bonds with long term rating of AA+/AA+(SO) and residual maturity of upto one year	50% of total permissible limit with the approval of GM (Treasury)					100% of total permissible limit
Corporate Bonds with long term rating of AA-/AA-(SO) and below or Unrated securities in group companies and residual maturity of upto one year	100% of the permissible limit with prior approval of Treasury Committee					
Venture Capital Funds/ AIFs/ InvIT/ REIT	For Sanction - Treasury Committee and reporting to EC For Disbursement – CGM / Vertical Head					



## 2 FOR DISINVESTMENT/SALE IN TREASURY PRODUCTS

Disinvestment/ Sale/ Reversal/ Redemption in	AM	Mgr	AGM	DGM	GM	CGM/ Vertical Head	ED	DMD	MD & CEO
Units of Mutual Funds	As per Investment Limits								
Gsec- Disinvestment of long term investment	With the approval of Treasury Committee								
Gsec/T-Bill- trading – Based on face value of investment	As per investment limits								
Fixed Deposits (premature withdrawal)	With approval of GM or above								
Equity – Disinvestment of investment	As per investment limits								
Sale of Futures/ Call Option above Floor Price	AGM and above								
Buying Put/ Selling future/ Selling Call option in other cases	With the approval of Treasury Committee								
Certificate of Deposits	As per investment limit								
Commercial Paper	As per investment limit								
Interest Rate swap (Hedging)	Unwinding of swap with prior approval of Treasury Committee								
<b>Corporate Bonds &amp; Debentures - Current Investment</b>									
Securities with long term rating of AAA/AAA(SO) or equivalent	As per investment limits								
Securities with long term rating of AA/AA(SO) or equivalent with/without any modifier (+)/(-)	As per investment limits								
Securities with long term rating of below AA- or Unrated securities only in group companies	As per investment limits								
Corporate Bonds & Debentures - Long Term Investment	With approval of Treasury Committee								
Inter-corporate deposits- Premature withdrawal	CGM/Vertical Head and above								

## 3 OTHER TREASURY & RELATED OPERATIONS

NATURE OF TRANSACTION	AUTHORITY
Inter class transfer of securities; i.e.; from Current to Long-term and vice-versa	As per RBI Guidelines
Refund of excess dividend received on shares due to delay in registration of transfer or transfer of excess dividend for more than three years to miscellaneous income account	DGM at HO / Heads of ROs
Parting of excess Bonus shares received (subject to statutory guidelines)	DGM at HO / Heads of ROs
Approval of Brokers a) Empanelment of New Brokers/New Banks b) Review of Brokers and De-empanelment of existing Brokers	Treasury Committee
Approval for Rates of Brokerage/Commission & similar charges paid to market intermediaries for treasury operations	CGM/Vertical Head (since there is no ED)

Execution/ Signing of various forms/ letters or any other documents necessary and ancillary to execution of approved activities	Assistant Manager & above
Execution/ Signing of agreements (vetted by Legal Department)	Jointly by any two officials of Treasury Department, one being AGM or above
Subscription to/ Cancellation of - a) Online Market information (viz. Bloomberg/ Reuters/ Cogencis/ Capital line etc.) b) Membership (FIMMDA/FEDAI/CCIL/SWIFT etc.) c) Additional testimonials in respect of Capital Market/ Debt Market/ Derivatives/ F&O etc. d) Revision of approved charges	CGM/Vertical Head (since there is no ED)
Approval of Authorised Signatories for Operating Bank Account	GM or above
Operations of all type of Bank accounts either manually or Enet (in respect of Treasury/ Investment)	Jointly by any two officials of Treasury Department, one being at least AGM or above
Opening & Closing of all type of Bank accounts (in respect of Treasury/ Investment)	CGM/Vertical Head
Payment of Statutory charges/ Brokerage etc. at approved rates	Assistant Manager or above at HO
Payment of a) Online Market information (viz; Bloomberg/ Reuters/ Cogencis/ Capital Line etc) b) Subscription/ Annual fee/ Rental Charges/ Other Incidental Charges/ Security Deposit (viz; FIMMDA/ NSDL/ CDSL/ Stock Exchange/SWIFT etc) c) Additional testimonials in respect of Capital Market/ Debt Market/ Derivatives/ F&O etc	AGM as per rate approved by the Competent Authority.
Payment to DP/ Custodians/ STP service provider in respect of Transaction charges/ Custodial charges/ Demat Charges/ statutory charges/ any other charge	AGM as per rate approved by the Competent Authority.
Debt servicing of foreign currency liabilities	GM (Treasury) at HO
Payment of Misc Bank Charges: - RTGS Charges (Actual) - Bank Operational charges (Actual) - OD Interest	Assistant Manager Assistant Manager GM (Treasury)
Penalty charges arising out of Court Directives for disputed disinvestments/ other regulatory authorities for non compliance or any other penal charges arising out of transactional failure or any other penalty	MD & CEO
Any other item, not being financial sanction	CGM/Vertical Head
Pledge of mutual fund units/ fixed deposits for securing bank guarantee/ overdraft/ short term loan	GM
Placing margin money for F&O trades	AGM or above
Acceptance of OD limit	MD & CEO
Pledging & De-pledging of G-sec/T-Bills/any other securities	GM
Earmarking/replacement of investments towards PF Liability	Treasury Committee
Periodical Returns to be submitted to RBI	DGM
Sale of Quoted Equity – Obtained by virtue of Credit Operations (after lock in)	Treasury Committee



Voting in Resolution Plans/or any other matter in respect of investments of Treasury Department)	MD & CEO on recommendation of Treasury Committee
Investment in any New Product (not covered in policy)	Treasury Committee with report to Board
Sale/ Disposal/ Transfer/ Accounting/ Valuation of unaccounted or excess shares	CGM/Vertical Head on recommendation of Committee of GMs of Treasury, Legal and Risk
Any other matter not covered above	MD & CEO on recommendation of TC
ISDA & other agreements signing	Jointly by any two officials of Treasury Department, one being at least DGM or above
Undertaking generic derivative transactions in foreign exchange and Interest Rate swap with banks for maturity upto 2 year	CGM/Vertical Head with reporting to DMD
Delegation of authorised persons to whom transactions should be reported by the Bank	CGM/Vertical Head
Temporary deployment of CEGSSC Funds yet to be utilized as per the guidelines in the scheme	In line with DOP of Treasury. Funds to be managed by Treasury of IFCI in consultation with GM – CEGSSC.

#### 4 Delegation of Power for Forex Transactions:

FOREX PRODUCTS	AM	Mgr	AGM	DGM	GM	CGM/ Vertical Head	ED	DMD
Exposure in foreign exchange	Buy or sell currency and do rollovers for debt servicing and covering the mismatch up to the outstanding net liability. Open position exceeding USD 1 million or equivalent against rupee and USD 2 million or equivalent against other currency is not allowed at any point of time without prior approval of MD & CEO.							
For buying call or put option	Prior approval of CGM/ Vertical Head; (since there is no ED)							
For hedging through long dated foreign currency swap of maturity exceeding 2 year	Treasury Committee							

