

AFL - Write off Policy

Repo Vehicles: - The Sale value of the vehicle is not sufficient to the total outstanding of Customer.

Process:

The Branch manager/Area Manager has to appraise the all sale quotes with total outstanding to the directors and get the approval for written off. (Written off will be done at HO only)

Accounting:

The Recovered/Collection/Sale amount should be adjust against in the following sequence

- a) Other DUES's
- b) Interest
- c) Principle

If the sale value is not sufficient to adjust to the principal outstanding, write off of principal will be made to the account.

ARUNA FINANCE LIMITED