One-Time Settlement Scheme for Non-Performing Assets (NPAs) in the MSME Sector

In alignment with the Reserve Bank of India's "Master Direction - Lending to Micro, Small and Medium Enterprises (MSME) Sector", the Bank has implemented a merit-based, nondiscretionary one-time settlement policy for the recovery of Non-Performing Assets (NPAs) within the Micro and Small Enterprises (MSE) sector.

All settlement proposals and offers will undergo thorough examination by the Bank's delegated authority. Each case will be assessed based on its individual facts and merits.

While settlements are primarily designed as one-time arrangements, provisions are made for situations where borrowers face immediate cash flow constraints. In such instances, the recovery of the agreed settlement amount may be facilitated over a defined period.

When determining the final settlement amount, any financial sacrifice by DBS Bank will be directly linked to the realisable value of the underlying security, the estimated time required for its realisation, the borrower's earning potential, and the net present value (comparing the realisable value of the property against the proposed settlement amount).