

NOTICE TO ALL HOUSING LOAN BORROWERS/GUARANTOR/S

We are pleased to notify that our Bank is inviting options from our existing Floating rate HOUSING LOAN borrower/s to switch over from the existing rate of interest under FLOATING BPLR/BR regime to the current reduced card rates under MCLR regime, on payment of re-pricing fee equivalent to 0.50% of the outstanding loan liability subject to a maximum of Rs. 25000/- and applicable service tax as on the date of exercising the option.

In this connection, while exercising option for lower card rates on housing loans under MCLR regime, borrowers may note the following:

1. All joint borrowers / co-borrowers / co-obligants/guarantors should jointly exercise option for switching over to reduced card rates as per the format available with the Branch Head. The switch-over will be effective from date of receipt of application by the branch and payment of switch-over fee whichever is later.
2. The loan account should be a “**Standard Asset**” with no overdues as on the date of application for switch-over. NPA accounts will become eligible for switch-over only after the accounts get upgraded as standard asset by repaying the full arrears and fulfilling the terms and conditions of the Loan sanctioned.
3. Housing loan accounts classified as LPD and loans where recall notices/SARFAESI notices have been issued are not eligible for switch-over.
4. Housing Loan accounts which carry fixed rates/teaser rates of interest are not eligible. However, such borrowers become eligible for availing the benefit of “switch-over” immediately after the loan is reset from fixed rate to floating rate as per Bank’s guidelines.
5. The re-pricing shall be done prospectively and not retrospectively.
6. MCLR rates are subject to change at monthly intervals. Once the interest rate is re-priced linking to One year MCLR, further reset shall be done by the Bank annually depending on the MCLR at the time of reset.

For further details and for copy of option form, please contact Branch Manager.