

Rules governing sanction of Loan Products under Non Farm Sector

Personal Loans

S. No	Feature	Scheme				
1	Purpose	To meet the domestic needs				
2	Applicants	Permanent State & Central Govt. salaried Employees/LIC/Scheduled Banks/PSUs of State & Govt. of India and Professionals who are income tax assesses working in Krishna District				
3	Max. Loan Limit	R 2,00,000 [Subject to a maximum of 15 times of Net Salary]				
4	Eligibility Criteria	<ol style="list-style-type: none">1. Applicant must be SB A/c holder & B class member2. He/She must be Permanent Govt. salaried Employee/ Professional who is income tax assesses3. His/Her age shall not exceed 55/57 years at the time of sanction4. There shall be minimum 3years of leftover service at the time of sanction of loan				
5	Security	<ol style="list-style-type: none">1. Latest Salary Certificate of the Applicant and also 2 Guarantors issued by the Employer2. Letter of undertaking from the Employer to recover the loan installment amount for remittance of the same to concerned branch till the closure of the loan				
6	Mode of Repayment	Equated Monthly Installments				
7	Repayment Period	36 months				
8	Rate of Interest	<table><tr><td><u>Normal Interest</u></td><td><u>Penal Interest</u></td></tr><tr><td>12%</td><td>2%</td></tr></table> <p>Note: Interest Rates may be revised from time to time by ALCO</p>	<u>Normal Interest</u>	<u>Penal Interest</u>	12%	2%
<u>Normal Interest</u>	<u>Penal Interest</u>					
12%	2%					
9	Share Capital	3% of the loan amount subject to maximum of R 20,000/-shall be collected as share capital before disbursement of loan amount				

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10	Processing Fees	0.5% of the loan amount
11	Mode of Disbursement	Loan amount shall be disbursed in single installment
12	Documentation	<ol style="list-style-type: none"> 1. Duly filled in prescribed Application Form in duplicate [along with 3Photos] 2. Identity Proof [Aadhar Card, Passport, VoterID, Driving License, PAN Card etc.,] 3. Residence Proof [Aadhar Card, Voter Card, Ration Card etc.,] 4. Latest Salary Certificate of the Applicant and also 2 Guarantors issued by the Employer to be countersigned by Br. Supervisor 5. Letter of undertaking from the Employer to recover the loan installment amount for remittance of the same to concerned branch till the closure of the loan 6. 10 Post dated Cheques of other Bank issued by the Principal Borrower 7. Income Tax Assessment with Audited Financial Statements for last 3 years in case applicant is Professional
13	Post Sanction Documentation	<p>The following documents are to be obtained by the Branch Manager from the applicant prior to release of sanctioned loan amount</p> <ol style="list-style-type: none"> 1. Demand Promissory Note 2. Loan Agreement 3. Guarantors Bond 4. Receipt for loan amount 5. Any other document / requirement as specified in Loan Sanction Order