

To be addressed to both 1st and 2nd applicant

Arrangement Letter

(For financing Two Wheelers / Cars)

To,

VIJAY KUMAR GUPTA
J-3 OFFICERS COLONY SESSIONS HOUSE, KUTCHERY RD, BESIDE SITAPUR EYE HOSPITAL, FATEHGARH, FARRUKHABAD
UTTAR PRADESH - 209601

Ref No:

Date:

Dear Sir/Madam,

Personal Segment Auto Loan/
SBI CAR LOAN SCHEME

Loan for purchase of New car loan Term Loan of Rs. 1200000/-

With reference to your application dated 16/12/2019, we hereby sanction you a Term Loan of Rs. 1200000 /-(Rupees Twelve Lakhs Only) on the following terms and conditions.

1. Purpose :

The Loan is sanctioned to you for the purpose of purchase of MG MOTOR (Morris Garages) , HECTOR , 2019.

2. Margin : 41.52%

3. RATE OF INTEREST

*FIXED RATE OF INTEREST (FOR FIXED INTEREST CAR LOAN PRODUCT)

Interest on the loan will be charged at 8.65% p.a., on daily reducing balance at monthly rests which is 0.75% above the ONE-YEAR Marginal Cost of Funds Based Lending Rate (MCLR) which is at present 7.9% p.a. The rate of interest viz. 8.65% p.a. will be valid for the entire tenor of the loan. In the event of default in payment of any instalment or any irregularity in the loan account, penal interest at the rate of 2% per month over the stipulated interest rate with monthly rests will be charged for the irregular amount and overdue period.

*(To be deleted where floating rate of interest is applicable)

*FLOATING RATE OF INTEREST

Interest on the loan will be charged at % p.a. over the Marginal Cost of Funds Based Lending Rate (MCLR) which is at present % p.a., the current effective rate being % p.a. calculated on daily balance of the loan amount at monthly rests, subject to reset at the end of from the date of first disbursement as per the prevailing MCLR. Future reset dates and interest rates shall be determined accordingly. The Marginal Cost of Funds based Lending Rate (MCLR) prevailing on the date of first disbursement, shall be applicable till the next reset date, irrespective of the changes in the benchmark during the interim. The Bank shall at any time and from time to time be entitled to vary the Margin (spread) and MCLR at its discretion. Depending on variation of MCLR and spread, the effective rate of interest shall vary periodically and the borrower shall be liable to pay the effective rate of interest as on the agreed date of reset or change in the spread as the case may be. In the event of default in payment of any instalment or any irregularity in the loan account, penal interest at the rate of 2%p.a. over the stipulated interest rate with monthly rests will be charged for the irregular amount and overdue period.

*(To be deleted where fixed rate of interest is applicable).

The Borrower/ Co-borrower shall be deemed to have notice of changes in the rate of interest whenever the changes in the MCLR Rate are displayed / notified at / by the Bank / published in the newspapers / in the website of the Bank/ made through entry of interest charged in the passbook / statement of accounts sent to the Borrower/ Co-borrower etc. and you are liable to pay such revised rate of interest. The Bank has option to reduce or increase the EM/ or extend the repayment period consequent upon changes in interest rate.

4. Repayment :

The Loan is to be repaid in Equated Monthly Installments of Rs. 24707/- each till the entire loan with the interest is fully repaid. The first instalment commences from the month following the month of purchase of above said article(s)/vehicle. Wherever repayment is through post-dated cheques, the cheque should be dated prior to the 7th of every month.

5. Pre-payment charges :

- (a) No prepayment penalty will be charged for Floating Interest Rates.
(b) For Fixed Interest Rates under noted charges will be levied:
(i) Prepayment charges @1% on part- payment amount (plus GST) will be levied quarterly if prepaid within 36 months from the date of disbursement.
(ii) Foreclosure charges :
Before 6 months @5 % of principal outstanding.
For 6 to 36 months @3 % of principal outstanding.

6. Security :

The loan will be secured by:

- (a) Hypothecation of the aforesaid two wheeler/car purchased out of the loan amount in favour of the Bank. Noting of Bank's hypothecation charge in the Books of the RTO and