

# Annexure-iv

LOS Application ID - 20463197

## ARRANGEMENT LETTER

To be addressed to both 1st and 2nd applicant

**ANNEXURE-CAR VII**

Arrangement Letter

(For financing Two Wheelers / Cars)

To,

PAUL KUMARI  
A 405 BAKE 123, CIVIL LINES, BAREILLY  
UTTAR PRADESH - 243001

Ref No:

Date:

Dear Sir/Madam,

### Personal Segment Auto Loan/ SPT CAR LOAN SCHEME

Loan for purchase of Term Loan of Rs. 1000000/-

With reference to your application dated 17/08/2020, we hereby sanction you a Term Loan of Rs. 1000000 /- (Rupees Ten Lakhs Only) on the following terms and conditions:

#### 1. Purpose:

The Loan is sanctioned to you for the purpose of purchase of HYUNDAI, Verna 1.5 CRDI SX, 2020.

#### 2. Margin : 20.07%

#### 3. RATE OF INTEREST

#### 4. RATE OF INTEREST (FOR FIXED INTEREST CAR LOAN PRODUCT)

Interest on the loan will be charged at 7.85% p.a., on daily reducing balance at monthly rests which is 0.85% above the ONE-YEAR Marginal Cost of Funds Based Lending Rate (MCLR) which is at present 7% p.a. The rate of interest viz, 7.85% 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 vehicles shall be kept comprehensively insured by you in your name for the market value or at least 10% above the loan amount outstanding, whichever is higher. Bank's hypothecation charge is to be noted on the insurance policy and a copy of the policy is to be delivered to the bank.

You shall indemnify Bank for any claim/loss that bank may suffer due to your failure to keep the vehicle insured at all times during the term of the loan account.

The Borrower shall always be responsible to ensure that the insurance policy in respect of the hypothecated assets remains valid till all the dues of the Bank are repaid and to keep such insurance policy renewed each year. The Bank shall not be liable for any consequences arising from non-renewal of insurance in any year, even if the bank has in any previous year renewed the insurance of the hypothecated assets by debiting the borrower's account for failure of the borrower to renew such insurance policy.

#### 8. Inspection (for vehicles):

The Bank reserves its rights to inspect the vehicle and registration documents at regular intervals.

#### 9. Legal and other expenses, etc. :

(a) All expenses like valuer's fees, insurance premia, stamp duty, registration charges, registration / hypothecation charges, SMS and Tele-calling charges and other incidental expenses incurred in connection with the loan are to be borne by you.

(b) In the event you fail to repay any instalments at any point of time, the bank may send written reminders or make tele-calls/SMS, depute an official to meet the borrower personally, all the incidental charges appurtenant there to such as postage, telephone, SMS charges, transportation charges, on actual would be recovered from you.

(c) In the event of delay in registration / noting the hypothecation lien of the Bank with the Registering Authority within 120 days from the date of disbursement, the Bank shall be entitled to charge Rs.2,500/- (plus Goods and Services Tax) per month till the time of such registration/noting with the authority.

(d) Charges relating to Documentation, CIBIL check, Loan Cancellation, Cheque/ECS Swap, Amortization schedule, NOC for conversion from Petrol to LPG/CNG, duplicate NOC, Revalidation of NOC, Loan re-schedulement, conversion from floating to fixed interest rate or vice-versa will be recovered from you.

#### 10. Processing charges

Processing charges of Rs (Rupees Only) are payable immediately.

#### 11. Disbursement:

The loan/overdraft amount will be disbursed by means direct to the account of the supplier/dealer after execution of prescribed security documents. Please call on us on any working day to execute the documents. The loan is also subject to other terms and conditions as mentioned in the documents(s) executed/to be executed in connection with the loan/overdraft and as may be prescribed by the Bank from time to time. The duplicate copy of this arrangement letter may please be returned to us duly signed by you and guarantor(s) in token of acceptance of the terms and conditions detailed herein within a period of 45 days from the date of this letter.

Yours faithfully,

Branch Manager



(\* Delete whenever not applicable)

Received the original

The rate of interest payable on the rate of 10 per cent per annum and the equivalent interest rate with monthly compounding will be the rate of interest payable on the loan.

(To be advised when floating rate of interest is applicable)

**FLUCTUATION RATE OF INTEREST**

Interest on the loan will be payable at the Marginal Cost of Funds Based Lending Rate (MCLR) which is at present 8.5%. The interest payable rate shall be a percentage on the loan amount at monthly rate. Interest to be paid on the rate of 10% per annum as per the prevailing MCLR. The rate of interest and interest rate will be applicable to the loan amount. The Marginal Cost of Funds Based Lending Rate (MCLR) prevailing on the date of disbursement will be applicable to the loan amount. In the event of any change in the MCLR during the term of the loan, the rate of interest shall be adjusted to vary the Marginal Cost of Funds Based Lending Rate (MCLR) at its current level. The interest rate shall be subject to the effect of any change in the MCLR which may occur periodically and the borrower shall be liable to pay the interest on the loan amount at the current rate of interest as the same may change at the discretion of the Bank. The interest rate shall be subject to the effect of any change in the MCLR which may occur periodically and the borrower shall be liable to pay the interest on the loan amount at the current rate of interest as the same may change at the discretion of the Bank. The interest rate shall be subject to the effect of any change in the MCLR which may occur periodically and the borrower shall be liable to pay the interest on the loan amount at the current rate of interest as the same may change at the discretion of the Bank.

The Bank shall have the right to increase or decrease the rate of interest whenever the change in the rate of interest is notified in the website of the Bank.

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**6. Repayment:**

(a) Regular Repayment:  
Equated Monthly Installment of Rs. 15511 each commencing from the month of 01/01/2021 till the entire loan with interest is fully repaid.

(b) Flexi Repay Option:  
Option A: 6 months Flexi Repay Option  
For first 6 months Equated Monthly Installment of Rs. .... each commencing from the month ..... to the month and 6th month Monthly Installment of Rs. .... each commencing from the 7th month ..... till the entire loan with interest is fully repaid.

Option B: 12 months Flexi Repay Option  
For first 6 months Equated Monthly Installment of Rs. .... each commencing from the month ..... to the month and 12th month Monthly Installment of Rs. .... each commencing from the 7th month ..... to the month and 12th month Monthly Installment of Rs. .... each commencing from the 13th month ..... till the entire loan with interest is fully repaid.

**7. Prepayment charges:**

- (a) For Fixed Interest Rates under noted charges will be levied.
- (b) Prepayment charges @ 1% + GST will be levied quarterly on the prepaid amount if prepaid, within 2 years from the date of disbursement of loan.
- (c) For floating charges 3% + GST on the balance will be levied if account closed within 2 years from the disbursement of loan.

**8. 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 the Registration Book will be essential in respect of finance for two-wheeler vehicles. You will also be required to furnish a copy of the Registration Book for Bank's record after recording Bank's hypothecation charge therein by the RTO.
  - (b) Third party guarantee of the spouse.
  - (c) Third party guarantee of the
  - (d) Pledge of the securities listed hereunder.

**9. Insurance:**