

# THE FEDERATION OF BANK OF INDIA OFFICERS' ASSOCIATIONS

(REGD.No.7364)

Regd.Office: Bank of India Bldgs., 70-80, M.G.Road, Mumbai – 400 023.



OFFICE OF THE GENERAL SECRETARY,  
C/o Bank Of India, Parliament Street Br.  
PTI Bldg., 4 Parliament Street,  
New Delhi – 1100 001.  
Phone:011-23730096, Tel/fax :011-23719431  
E-mail: [fboioa.sectt@yahoo.com](mailto:fboioa.sectt@yahoo.com)



Circular No. 2015/05

Date: 15/01/2015

Dear Comrades,

## **YOUR DREAMS FOR A DECENT HOUSE/VEHICLE REALISED !**

Our Housing loan scheme was last revised on 30th June, 2010 and circulated vide Branch Circular No.104/53 dated 31.07.2010. Our Federation has been demanding revision in the entitlements due to steep rise in the value of Residential properties. There was a need for revisiting on the terms and conditions also of the scheme in the changed scenario. We have also been taking up the matter of review of the Vehicle Loan scheme for officers. Both our demands were agreed in principal by the Management of the Bank in the last Central Consultative Committee Meeting (Officers). We are pleased to advise you that the Board, in its meeting held on 12.01.2015, has approved the revised Staff Housing Loan and Vehicle Loan Schemes. Head Office is in the process of issuing detailed/master circular on the schemes. Salient features of both the schemes are as under:

### **REVISED STAFF HOUSING LOAN SCHEME FOR OFFICERS**

All confirmed employees who have put in minimum 2 years of full time continuous service in the Bank will be entitled for the loan. Officers in Scale VI & VII will be entitled for 90% of the total cost or Rs.75.00 lakhs, whichever is less. Whereas, max. limit for officers in Scale IV & V will be Rs. 60 lacs and for Officers upto scale III will be Rs. 50 lacs. Maximum loan entitlement for the purpose of extension / renovation / repairs of the house / flat already owned has also been enhanced to 90% of the total cost or Rs.9.00 lakhs whichever is less. The loan for second house under this Scheme can also be availed only once in the entire service span of an employee within the entitlement.

The scheme also provides for Additional loan / change in location / repayment of earlier debts availed for purchase of house or flat/ for purchase of second house for those who already own a house subject to certain conditions, which have made the scheme very attractive.

Rate of Interest in the scheme has been kept unchanged and will be 5% p.a. (simple) for sanctioned limit – up to Rs.1.10 lakh and 8% p.a. (simple) for limits above Rs.1.10 lakh /additional loan.

The loan may be granted at any time as per the entitlement reckoned with salary and repayment capacity. Repayment of the loan will be in maximum 300 monthly installments, of which 225 installments for repayment of principal amount and remaining 75 installments will be for repayment of interest amount The officer will be allowed to repay the outstanding amount with interest thereon as per the original repayment schedule or till his attaining the age of 70

years (whichever is earlier), in case he/she has opted for pension and the pension/other sources of income are sufficient to take care of installment.

### **REVISED STAFF VEHICLE LOAN SCHEME FOR OFFICERS**

Vehicle loan limit has also been increased by the Board from Rs. 7,50,000/- to Rs. 10 lacs. Now one four wheeler and one two wheeler can be purchased within overall limit of Rs. 10 lacs. The rate of interest has been kept unchanged i.e. 8% simple up to the loan amount of Rs. 80,000/- and at Base Rate for the loan amount above Rs. 80,000/-.

The repayment of the loan can be allowed in total 200 installments. Principal amount will be paid in 120 installments and accumulated interest in the loan will be paid in 80 equal installments as per the original repayment schedule or till his attaining the age of 65 years (whichever is earlier), in case the officer has opted for pension and the pension/other sources of income are sufficient to take care of installment.

Members may prepare their plans as the Bank's circular is expected to be released in a couple of days.

With greetings,

Yours comradely,



(HARVINDER SINGH)  
**GENERAL SECRETARY**