**CIRCULAR NO.: 2017/02 04.01.2017**

**TO ALL OUR AFFILIATES/MEMBERS:**

**REDUCTION IN INTEREST RATES ON STAFF ADVANCES**

We reproduce hereunder the text of AISBOF Circular No. 3 dated 4th January, 2017 contents of which are self-explicit.

With greetings,

**(Deepak K Sharma)**

**General Secretary**

**TEXT**

**QUOTE:**

Please refer to our letters No. **6523/102/2016**; **6523/105/2016** and **6528/106/2016** dated 29.12.2016 wherein we had requested the DMD & CDO, Corporate Centre that the rate of Interest on Staff advances like Housing Loan, Vehicle Loan, Personal loan, Education loan, etc., should be reduced as there has been reduction in cost of funds.

**2.** We are happy to inform you that the Corporate Centre has responded quickly and positively and the interest rates have now been reduced for all the staff advances as mentioned below w.e.f 01.01.2017.

|  |  |  |
| --- | --- | --- |
| **PRODUCT** | **EXISTING RATE OF INTEREST** | **PROPOSED ROI FOR STAFF LOANS** |
| **Individual**  **Housing Loan** | 6.75% - (Up to 40 lacs)  8% - (Above 40 lacs) | 6.50% - (Upto 40 lacs)  6.95% - (Above 40 lacs) |
| **Vehicle Loan** | 7% | 6.50% |
| **Personal Loan** | 8% | 6.95% |
| **Education Loan including SBI Advantage Scheme for Staff** | 8% | 6.95% |
| **Computer Loan** | 8% | 6.95% |

With greetings,

-sd-

**(Y. SUDARSHAN)**

**GENERAL SECRETARY**