


<p>आन्ध्रा बैंक ANDHRA BANK (भारत सरकार का उपक्रम) A Govt. of India Undertaking प्रधान कार्यालय, हैदराबाद Head Office, Hyderabad. विभाग : खुदरा ऋण विभाग Department: Retail Credit</p>		<p>परिपत्र संख्या Circular No. 282 संदर्भ संख्या Ref. No. 53/30 दिनांक Date : 20.10.2018</p>
--	---	--

Sub: Clean Loans to Andhra Bank Retired Employees (Pensioners) to pay Health Insurance Premium.

Ref : Cir No.294 Ref No.53/22 Dated. 26.10.2016
Cir no. 262 Ref No. 53/19 Dated. 17.10.2017

In order to facilitate the employees retired from the service of Our Bank and drawing pension from Our Bank Branches, it is approved for sanction of "Clean Loans to Andhra Bank Retired Employees" who are drawing Pension from Andhra Bank Branches for payment of Health Insurance Premium for the year 2018-19.

The guidelines are as under:

S No	Parameter	Guidelines on Clean Loans to AB Pensioners
1	Purpose	For payment of Health Insurance Premium only and it is payable directly to the Insurance Company tied up with our Bank or any other Insurance Company of Pensioner's choice. In case the Pensioner remitted the premium directly to Insurance Company, on production of Premium Paid Receipt, the loan will be released to SB account of the Pensioner.
2	Eligibility	The Pensioner should be a retired employee of Andhra Bank or family pensioner, drawing pension from Andhra Bank Branches only
3	Maximum age	There is no maximum age restriction
4	Quantum of Loan	The quantum of loan should be 90% of the actual Health Insurance Premium to be paid by the retiree. The amount of loan should be rounded off to nearest thousand. The existing clean Loan



		availed for payment of Health Insurance Premium for the year 2017-18 should be closed before disbursement of the present loan.
5	Repayment Period	Maximum 10 monthly installments
6	Co-application	Spouse should join as co-applicant. In case of a family pensioner or a pensioner who does not have spouse, a suitable person either a family member or a close relative who is having sufficient income / net worth to the satisfaction of the Bank should join as co-applicant.
7	Take home pay	The monthly instalment payable should not be more than 60% of the monthly pension receivable by the retiree.
8	Renewal Facility	Not Applicable
9	Other charges	No processing charges and administrative charges.
10	Liability Insurance	Liability Insurance is not mandatory
11	Rate of Interest	1 year MCLR + 1.70% i.e., 8.70%+ 1.70% = 10.40% p.a.
12	Documentation	1) Application-cum-Undertaking as per enclosure 2) Demand Promissory Note (DPN)

It may be noted that the existing guidelines on Clean Loans to Pensioners stands hold good. The above guidelines are applicable to AB Pensioners only.


 (M Satyanarayana Reddy)
 General Manager

