

## THE FATEHABAD CENTRAL COOPERATIVE BANK LTD., FATEHABAD

### **SCHEME FOR ADVANCE OF LOAN FOR PURCHASE OF CAR**

The scheme has been restricted to Professionals, Businessman, Permanent Govt. / Semi Govt. / Board/ Corporations Employees for **purchase of new car only**. The main features of scheme are proposed as under:-

#### **1. Beneficiary:**

Any individual permanently residing in the area of operation of this Bank who is either a Professional, Businessman, Permanent Govt. / Semi Govt. / Board/ Corporations Employee, is eligible to borrow under the scheme after enrolling them associate member of the Bank. Age limit: - 25 to 65 years.

#### **2. Purpose:-**

The loan shall be advanced for **purchase of brand new car** from an authorized dealer.

#### **3. Amount of Loan: -** 75% of the value of car or Rs. 6,00,000/- (Rupees six lakh) whichever is less subject to the condition that applicant's monthly income (Home carrying salary, in case of an employee) should be 2 ½ times than EMI.

#### **4. Disbursement of loan:-**

The borrower shall furnish original invoice/ Quotation from the authorized dealer alongwith loan application and shall also deposit the prescribed margin money with the bank. The bank shall, after obtaining necessary documents duly executed by the borrower, make payment direct to the authorized dealer/supplier through cheque, cash order/ pay order, or demand draft drawn in the name of dealer/supplier having endorsement of payee's a/c only. The amount of cheque, or cash order/ pay order, demand draft shall include both the loan portion and margin money. The cheque, cash order/ pay order, or demand draft will be issued under the condition “ **payment subject to submission of original invoice.**”

**5. Security :-**

- a) The loan shall be granted against personal good sureties of two persons as acceptable to the bank after enrolling them an associate member of the bank. Further the borrower shall hypothecate the car in favour of bank and also provide 10 loose cheques in lieu of installment amount.
- b) In case of employee an under taking from the employer shall be obtained.

**6. Insurance :-**

The vehicle shall be insured comprehensively with bank made for 5 years for full cost of vehicle.

**7. Rate of Interest :-**

Currently @ 14% P.A. shall be charged and recovered on monthly basis which is subject to change in pursuance top the directive on intt. rate on advances by Bank/RBI/NABARD. The bank shall be at liberty not withstanding contrary contained in the agreement to increase or decrease the said rate of intt. without any notice to the borrower. In the event of default or infringement of any term and condition of loan, penal intt. @ 3% p.a. over and above the normal rate of intt. shall be charged on the amount of default and for the period during which default subsists. In case, employees of this bank, the rate of interest shall be charged @ 10% p.a. with margin money of 15%.

**8. Margin Money :-**

25% margin money in case of other than bank employees. 15% margin money for bank employees.

**9. Repayment period :-**

The loan shall be repayable on equated monthly installment basis not more than maximum 5 years comprising of principal and intt. accrued thereon. However in case of employees balance service period must be kept in view.

**10. Hypothecation of Vehicle :-**

The vehicle so purchased shall be hypothecated in favour of the bank showing entry of hypothecation in Registration book of vehicle. The attested photocopy of the same must be kept in bank record.

**11. Evaluation fee:-** Rs. 2000/- evaluation fee shall be charged from the borrower. In case bank employee it should be charged Rs. 500/-.

12. The borrower shall submit an Income certificate alongwith proof of source of income and Income tax returns for last three years. If the borrower is not income tax assesses, he shall declare his income through an affidavit with proof of source of income.

The Branch Manager shall send the following (in duplicate) to the Head Office for sanction of loan.

1. Loan application.
2. Copy of Ration Card/ Address proof and ID Proof.
3. PAN Number.
4. Invoice/ Quotation in original.
6. Photo copy of Driving License.
7. Salary certificate in case of employee.
8. Undertaking from the employer (In case of employee)
9. Income certificate in case other than employees.
10. Income Tax Return/ Form No. 16 issued by the employer for last 3 years.

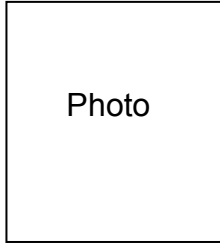
The Borrower shall execute and deliver the following documents to the Branch Manager before release of loan:-

- a) Letter of acceptance.
- b) Demand promissory note.
- c) Time promissory note.
- d) Letter of continuity.
- f) Surety bond (Rs. 15/- Non Judicial Paper).
- g) Loan agreement (Rs. 15/- non judicial stamp paper).
- h) Application for associate membership.
- i) Comprehensive insurance policy with bank clause.
- j) Mortgage Deed (whenever applicable).

**THE FATEHABAD CENTRAL COOPERATIVE BANK LTD., FATEHABAD**

**APPLICATION FOR CAR LOAN**

1. Name of the applicant: .....
2. Father's Name: .....
3. Residential Address (With Phone No.).....  
.....  
.....
4. Permanent Address (With Phone No.).....  
.....  
.....
5. Date of Birth: .....
6. Sex : .....(Male/Female)
7. Income tax PAN No. (attached Xerox copy).....
8. Marital Status :.....
9. Occupation .....
10. Name of Department of Employee :.....
11. Designation of employee :.....
12. Date of joining in the Department :.....
13. Date of Retirement :.....
14. Monthly income of the applicant (attach income proof) Rs.....
15. Model of Car :.....
16. Cost of Car (invoice in original attach) Rs.....
17. Margin money to be given by applicant .....  
(25% for others and 15% in case of Coop. Bank employee)
18. Amount of loan applied for :.....
19. Detail of immovable property owned by the applicant.....



20. Detail of Two good Sureties :-

- A. i. Name .....
- ii. Occupation.....
- iii. Income.....
- iv. Property owned (if any).....
- B. i. Name .....
- ii. Occupation.....
- v. Income.....
- vi. Property owned (if any).....

21. Driving License No.....valid upto.....

Declaration: - I declare and confirm that particulars and informations given above are true and complete in all respects.

Signature of Applicant

Appraisal / Recommendation by Br. Manager / D.O.

The information furnished by Sh.....  
S/o Sh.....R/o.....  
in the above application have been verified for relevant Record / documents attached with the application. Applicant has deposited Rs. .... as margin money. Applicants as well as sureties (proposed) have been enrolled as nominal members of the bank. Hence case is recommended for Rs.....

B.M. Signinature

Recommendation by D.O.for Rs. ....

D.O. Signature

**List of documents to be submitted alongwith loan application.**

1. Loan application.
2. Copy of Ration Card/ Address proof and ID Proof.
3. PAN Number.
4. Invoice/ Quotation in original.
6. Photo copy of Driving License.
7. Certificate of Income (Salary certificate in case of employee.)
8. Undertaking from the employer (In case of employee)
10. Income Tax Return for last 3 years.

**THE FATEHABAD CENTRAL COOPERATIVE BANK LTD., FATEHABAD**

Ref. No/NFF/

Dated :

Sh.....S/o Sh.....  
R/O .....

**Subject : Sanction of loan under Purchase of New Car Loan.**

Please refer your application No.....dated.....  
for the above cited loan. We convey sanction the loan Rs.....  
(Rupees .....only) This loan  
has been sanctioned to you on the following terms & conditions :-

1. The loan shall be advanced for purchase of new Car.
2. The repayment of loan will be made by you within a period of 5 years in 60 equated monthly installments of Rs.....(Rupees.....)
3. The rate of interest will be charged from the borrower @ 14% per annum on monthly basis.
4. The borrower will be liable to pay interest of @ 3% p.a. over and above the rate of interest as mentioned in clause (3) above in the event of default in repaying the loan installment or any portion thereof for the period during which default subsists.
5. Loan will be advanced against hypothecation of vehicle in favour of the bank which should be registered with the competent authority with clause 'Hypothecated to the coop. Bank alongwith two personal sureties as acceptable to the bank after enrolling them associate member of the bank.
6. The vehicle will be comprehensively insured for full value covering all risks and policy will be assigned in favour of the bank. The vehicle will be adequately insured at all time without any break.
7. The disbursement of loan will be directly to supplier / seller of vehicle by DD or Pay order.
8. You should open a S.B. A/C with our bank.
9. Consent letter from applicant to be effect that borrower has no objection to Furnishing to NABARD/HARCO Bank / RCS etc. all such information as may be required by them from time to time.

10. Bank reserve right to increase or decrease the rate of interest at any time without any notice to the borrower.
11. You have to pay Rs. 2000/- (Rs.500/- in case of bank staff) as evaluation fee before disbursement of loan.
12. Branch Manager, are to give the utilization certificate to H.O. within one month from the date of advancement.
13. If the above terms and conditions are acceptable you may approach our Branch Manager B/O.....for obtaining loan with following requisite documents :-
  - (a) Ten loose cheques in favour of bank in lieu of loan installment.
  - (b) Hypothecation deed.
  - (c) Mortgaged deed (if applicable)
  - (d) Demand promissory note.
  - (f) Letter of acceptance.
  - (g) Photocopy of R.C. and Insurance.
  - (h) Surety Bond Rs. 15/- Non-Judicial paper.
  - (i) Loan Agreement Rs. 15/- Non Judicial paper.

General Manager.

Endst No. NFF/

Dated :

- a) The Branch Manager B/O .....with the direction obtain all above required documents from the borrower before disbursement of loan.
- b) The Development Officer.....for information & n/action.

General Manager.