

COASTAL LOCAL AREA BANK LTD.

NOTIFICATION ON INTEREST RATE ON ADVANCES

Date: 01-10-2019

The Bank's Lending Rates linked to following Bench Marks, which shall be applicable to all new accounts sanctioned or existing accounts renewed (reset) with effect from 01-10-2019.

A. Advances types linked to RBI Repo Rate (External Benchmark):

- Home Loans including loans for repair and renovation,
- Personal Vehicle Loans,
- Educational Loans,
- Personal Loans to Employees of Govt. Institutions / Public Sector Undertaking / and reputed institutions with salary deduction commitment,
- Advances to Micro, Small Enterprises (MSE) other than Coastal Joint Liability Group (CJLG) finance.

The lending rate under the External Benchmark (Repo Rate) shall be the Repo Rate plus spread ranging from 5.10% to 11.25% including risk premium wherever applicable. The lending rate of existing accounts under the External Benchmark shall be reset every 3 months.

B. Advances types linked to Marginal Cost of funds based Lending Rate (MCLR):

- Agriculture Term Loans (other than crop Loans and tie up loans, agriculture gold loans which are not under Coastal Kisan Credit card),
- All Kisan Credit Card (CKCC) Loans including tie up loans under CKCC,
- Mortgage Loans and Loans against Rent Receivables,
- Loans under Coastal Kalyanmastu,
- Non- MSE term loans other than home loans, vehicle loans, Personal Loans as linked to External Benchmark above,
- Finances to Builders and Promoters with project period exceeding 3 years.

The MCLR shall be declared on monthly basis effective from 7th of the month for tenors overnight, 1 month, 3 months, 6 months, 1 year. The lending rates applicable shall be the MCLR plus spread as decided by the Bank product wise. The lending rate shall be reset on expiry of the tenor of MCLR to which the loan is linked. The MCLR for Oct 2019 are:

Tenor	Overnight	1 months	3 months	6 months	12 month
MCLR	8.80	8.90	9.05	9.15	9.30

C. Other advances linked to fixed rates, which may be reviewed from time to time for new accounts or accounts reviewed:

- Loans against third party deposits, financial assets like NSCs/KVP, insurance policies, etc.
- Loans against Gold ornaments,
- Finances to builders and Promoters with a project period not exceeding 3 years,
- Agriculture Crop loans including tie up loans,
- Loans against Ware House Receipts,
- All overdraft categories renewable every year,
- Coastal Pragati Loans & Coastal Joint Liability Group (CJLG) Loans,

D. Loans against self-deposits are linked to interest rate on Deposits.