



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA
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RBI/2014-15/283

UBD.BPD.(PCB).Cir.No.25/13.05.001/2014-15

October 30, 2014

The Chief Executive Officers of
All Primary (Urban) Co-operative Banks

Dear Sir / Madam,

Gold Loan – Bullet Repayment - UCBs

Please refer to [circular UBD.PCB.Cir.No.22/13.05.000/07-08 dated November 26, 2007](#), wherein Urban Cooperative Banks (UCBs) were permitted to grant gold loans up to ₹ 1.00 lakh with bullet repayment option.

2. Based on the representations received from UCBs and National/State Federations, it has been decided to increase the quantum of loan that could be granted under the scheme, from ₹ 1.00 lakh to ₹ 2.00 lakh subject to the following conditions:

- (i) The period of the loan shall not exceed 12 months from the date of sanction.
- (ii) Interest will be charged to the account at monthly rests but will become due for payment along with principal only at the end of 12 months from the date of sanction.
- (iii) Banks should maintain a Loan to Value (LTV) ratio of 75 % on the outstanding amount of loan including the interest on an ongoing basis, failing which the loan will be treated as a Non performing Asset (NPA).
- (iv) The valuation of gold would be as per instructions contained in para 3 of the [circular UBD.CO.BPD.PCB.Cir.No.60/13.05.001/2013-14 dated May 9, 2014](#).

Yours faithfully,

(A.K.Bera)
Principal Chief General Manager

शहरी बैंक विभाग, केंद्रीय कार्यालय, गारमेट हाऊस, पहली मंजिल, डॉ ए बी रोड, वरली, मुंबई- 400018 भारत
फोन: 022 - 2493 9930 - 49; फैक्स: 022 - 2497 4030 / 2492 0231; ई-मेल: cgmincubd@rbi.org.in

Urban Banks Department, Central Office, Garment House, 1 Floor, Dr.A.B.Road, Worli, Mumbai - 400018, India
Phone: 022 - 2493 9930 - 49; Fax: 022 - 2497 4030 / 2492 0231; Email: cgmincubd@rbi.org.in

बैंक हिन्दी में पत्राचार का स्वागत करता है—

चेतावनी: भारतीय रिज़र्व बैंक द्वारा ई-मेल, डाक, एसएमएस या फोन कॉल के जरिये कोई भी व्यक्तिगत जानकारी जैसे बैंक खाते का ब्यौरा, पासवर्ड आदि नहीं माँगा जाता है। यह धन रखने या देने का प्रस्ताव भी नहीं करता है। ऐसे प्रस्तावों का किसी भी प्रकार से जवाब मत दीजिए।
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