

(14) Interest rate /Penal Interest rates charged from the allottees of Focal Points

14(a) 193rdBOD meeting dated 24.10.1997

Description : To consider to approve the change in rate of interest chargeable from allottees of Focal Points;

Decision: The members discussed the agenda item at length and decided as under:-

1. Resolved that the rate of interest chargeable from existing allottees of plots be and is hereby fixed at 18% p.a. where the rate of interest is 19% p.a. or more with immediate effect.
2. Resolved further that rate of penal interest would be charged as follows:-
 - a) For existing allotments, penal interest would be charged as applicable under respective terms of allotment subject to maximum of 6%.
 - b) For future allotments penal interest would be charged @ 6% p.a. compoundable half yearly.
3. Resolved further that MD be and is hereby authorised to fix rate of interest as per lending rates decided by SIDBI from time to time plus 2% thereon in case of future allotments.