

Telephone : 26142369

Army Group Insurance Fund
AGI Bhawan
Rao Tula Ram Marg
PO - Vasant Vihar
Post Bag No 14
New Delhi - 110 057

A/56271/R/AG/Ins(Coord)

03 Sep 2020

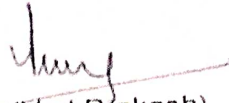
Headquarters

Southern Command
Eastern Command
Western Command
✓ Central Command
Northern Command
ARTRAC
South Western Command

**IMPROVEMENTS IN LOAN SCHEMES OF
ARMY GROUP INSURANCE FUND**

1. AGIF extends the following advances to its members :-
 - (a) House Building Advance (HBA).
 - (b) Conveyance Advance (CA).
 - (c) Personal Computer Advance (PCA).
2. The utilisation of the above facility by members in the recent yrs has been on the decline, primarily because members found the process inconvenient to them. Based on comprehensive interaction with the environment, the scheme has been reviewed to popularise it amongst the members and accordingly it was taken up for discussion during 75th mtg of Board of Governors held on 21 Aug 20. The approved scheme is encl as Appx.
3. The automation at AGIF is ongoing and the prog made is on course. It will be appre that automaton will ensure effectiveness and efficiency in functioning. Even prior to this process, AGIF had taken the initiative to process applications for CA and PCA loans online since Jul 2019 on AWAN. Unfortunately, the facility is not being optimally utilised. The supporting docu reqd to be fwd alongwith the application are being accepted if fwd by e-mail or even on WhatsApp Nos (HBA-7290090480, CA-9089384773 and PCA-7357276788).
4. AGIF has also est a Call Centre manned during the office hr to clarify queries or provide update on their various loan related issues. The tele Nos are as follows :-
 - (a) 011-26148055.
 - (b) 011-26148654.
 - (c) 011-26143393.
5. AGIF does not charge processing fees on loans. The loan amt is fully insured for which the premium charged is minimal. Recent initiatives aimed at making the entire process very convenient positions the AGIF loan schemes as the most optimal.

6. It is suggested that the initiatives be widely disseminated as desired by the members of the Board of Governors.



(Ved Prakash)
Brig (Retd)
Principal Director
Administration & Secretary
for Managing Director

Copy to :-

All Corps/ Div/ Area/ Bde/ Stn HQ
All Cat A & B Establishments
All Dtes at IHQ of MoD (Army) Less TA & DSC
All Record Offices
All Units
MPRS (O) -

With a request to intimate the Medical Officers on
deputation with Navy and Air Force.

Internal

Finance Div, EMI Div, Loan Div, Coord Div (Est, PR & Sys Sec), Claim Div

HOUSE BUILDING ADVANCE (HBA)

1. The revised loan amt and rate of interest of HBA wef 01 Oct 2020 is as under:-

Ser	Type of HBA	Amount			Rate of Interest		Duration (Yrs)
		Offrs	JCOs	NCOs/ OR	Offrs	JCOs / OR	
(a)	Purchase/ constr	₹ 80 lakh	₹ 35 lakh	₹ 30 lakh	7.5%	7%	20
(b)	Repair/ Renovation/ Addn/ Alteration of unit	₹ 20 lakh	₹ 20 lakh	₹ 20 lakh	8%	7.5%	10

2. **Eligibility Criteria.** Changes in eligibility criteria for HBA for purchase/ constr and HBA (repair/ Renovation and Addn/ Alteration) are as under:-

- HBA for (Purchase/ Constr) and HBA (Repair/ Renovation and Addn/ Alteration) are now permitted to run concurrently.
- Bal amt of HBA if any will be reimbursed to AGIF, six months prior to retirement.
- Max HBA sanctioned will be ₹ 80 Lakh for Offrs, ₹ 35 Lakh for JCOs/OR and ₹ 30 Lakh for OR or 85% of cost whichever is less.
- HBA for purchase/constr and HBA (repair/ Renovation and Addn/ Alteration) each will be granted once in service.
- Revised rate of interest will also be applicable to the existing loanes for both HBA for (Purchase/ Constr) & HBA (Repair/ Renovation and Addn/ Alteration)**

**INTRO OF NEW SCHEME (HBA FOR PURCHASE OF PLOT
AND CONSTR OF HOUSE THEREAFTER)**

3. Members are permitted for purchase of plot and constr of house thereon with the fwg conditions:-

- Constr of house should commence on the plot within a yr of purchase of plot.
- 40% of the adv or actual cost of plot will be disbursed for purchase of plot after agreement in prescribed form is exec and submitted to AGIF.
- Bal amt will be disbursed in two equal instalments, first after mortgage is exec and second when constr is carried out till plinth level.
- IT Rebate Cert will be issued only on completion of constr of the house.

CONVEYANCE ALLOWANCES (CA)

4. The revised loan amount and rate of interest of CA wef 01 Oct 2020 is as under:-

Ser	Type of CA	Amt		ROI	JCOs/ OR	Duration (Yrs)
		Offrs	JCOs/OR			
(a)	New Car	₹ 20 Lakh	₹ 10 Lakh	8.25%	8.25%	8
(b)	Second hand car	₹ 10 Lakh	₹ 5 Lakh	8.25%	8.25%	6
(c)	Two Wheeler	₹ 10 Lakh	₹ 2 Lakh	8.25%	8.25%	5

5. Eligibility Criteria Changes in eligibility criteria for CA are as under:-

(a) Wef 01 Oct 2020, grant of CA for purchase of four wheeler has also been extended to Other Ranks.

(b) Members are permitted to take maximum of three conveyance advances out of which four wheeler advance is restricted to two times only.

(c) Service criteria for Car adv is as under:-

- (i) Offrs - On joining
- (ii) JCOs - On assuming rk
- (iii) Direct entry JCOs - Min 05 yrs of service
- (iv) OR - Min 05 yrs of service

(d) Gap Between Two Adv. If the earlier loan has been liquidated next loan will be gtd imdt.

(e) Inward Tfr of CA from Banks/ FIs to AGIF. Inward tfr of CA from Banks/ FIs is now allowed.

(f) Part Payment of CA. Part payment of CA can be made twice sub to min of 20% of sanctioned amt.

(g) Hypothecation. No hypothecation of Car adv is reqd.

PERSONAL COMPUTER ADVANCE (PCA)

6. The revised loan amt and rate of interest of PCA wef 01 Oct 2020 are as under:-

Ser	Type of PCA	Amt		ROI	JCOs/ OR	Duration (Yrs)
		Offrs	JCOs/OR			
(a)	PCA	₹ 1 Lakh	₹ 1 Lakh	8.5%	8.5%	4

7. Eligibility Criteria Changes in eligibility criteria for PCA are as under:-

(a) Restriction of one yr gap after closing of first PCA has been done away. Now next PCA will be admissible imdt after liquidation of first loan.

(b) PCA will be gtd twice in service