

IMPORTANT NOTICE
President's Office

Important details about loan

1. Tenure to be reckoned in calendar days of 24 hours (hereinafter tenure are mentioned in brackets).
2. Early repayment of loans will attract a fine of 80 percent on the interest or charges committed on LAF only if it's done before the completion of 50 percent of the term.
3. Pursuant to provision in Article 7, an additional service charge of 10₹ on all loans extended to Non Members.

Executive Order: Loan revisioning and restructuring scheme

Pursuant to the powers vested in me under Article 21 and Article 23 of the First Order Constitution, I, in my capacity as the President, do hereby promulgate this executive order to establish a comprehensive framework for the restructuring of impending loans within our jurisdiction. Henceforth, individuals facing imminent loan maturities may, upon submission of a restructuring proposal no later than five days preceding the scheduled maturity, seek an extension of the maturity period. However, the acceptance of such proposals shall be solely at the discretion of the President, contingent upon prevailing economic exigencies and the financial soundness of the First Order. In furtherance of our commitment to fiscal prudence and developmental imperatives, a supplementary development cess, equivalent to ten percent of the accrued interest, shall be imposed on all transactions pertaining to loan restructuring under this scheme. Furthermore, it is mandated that during the extended period, interest and/or service charges, as applicable, shall continue to accrue in accordance with the original terms of the loan agreement. This executive order shall take immediate effect upon its promulgation and shall be enforceable as of the 5th day of May, 2024.

Signed,

Incentivizing Environmentally Friendly Purchases for Young Adult Consumers:

To cultivate a robust ethos of environmental responsibility within our membership, borrowers who actively champion climate-friendly measures through their purchases, demonstrating a tangible commitment to carbon sequestration or notable reductions in carbon emissions compared to standard products, shall enjoy a comprehensive array of incentives and rewards.

Such purchases may include but are not limited to:

- Energy-efficient appliances and electronics certified by recognized authorities.
- Low-carbon transportation options such as electric vehicles or bicycles.
- Renewable energy systems such as solar-powered gadgets or portable chargers.

- Sustainable fashion and clothing made from eco-friendly materials.
- Carbon offset initiatives and investments in reforestation or afforestation projects.
- Eco-friendly stationery materials such as recycled paper, biodegradable pens, and pencils made from sustainable sources.
- Environmentally conscious sports equipment made from recycled or biodegradable materials.

Members opting for green choice options and providing affidavits validating their eco-friendly purchases shall benefit from older, lower interest rates as per the original terms outlined in this notice. However, it is noted that the government reserves the right to accredit such transactions as green, ensuring the integrity of the incentive program. To avail, this benefit borrower shall declare green option at the very outset of his loan approval request.

Interest and Charges on loans-

o. Half Day (for ½ calendar day)(HD)

- a. No charges on this segment, subject to surplus availability of funds, preference to be given to other loans.

1. Notice Money (for one calendar day) (NM)

- a. On any amount less than 1001₹, service charge of 0₹ to be charged.
- b. On any amount more than 1000₹, service charge of 0₹ to be charged.

A. Short-term loans (less than 30 calendar days).

1. Cash management loans (less than 8 calendar days) (CM-L)

- a. On any amount less than 501₹ but more than 29₹, service charge of 0₹ to be charged.
- b. On any amount less than 1001₹ but more than 500₹, service charge of 0₹ to be charged.
- c. On any amount more than 1000₹, service charge of 0₹ to be charged.

2. Treasury loans (less than 16 calendar days but more than 7 days). (TL)

- a. On any amount less than 501₹ but more than 29₹, service charge of 0₹ to be charged.
- b. On any amount less than 1001₹ but more than 500₹, service charge of 0₹ to be charged.
- c. On any amount more than 1000₹, service charge of 0₹ to be charged.

3. Term Money (less than 30 calendar days but more than 15 days). (TM)

- a. On any amount less than 501₹ but more than 29₹, service charge of 0₹ to be charged.
- b. On any amount less than 1001₹ but more than 500₹, service charge of 0₹ to be charged.
- c. On any amount more than 1000₹, service charge of 0₹ to be charged.

Loan Type	Variant Code	Duration (In Calendar Days)	Amount Range(₹)	Old Service Charge /Interest Rate (₹)	New Service Charge /Interest Rate (₹) (Effective 01/09/2024)
HALF DAY	HD	≤ ½ DAY	ANY	0₹	0₹
NOTICE MONEY	NM	>½ DAY	<1001 >1000	3 7	0 0
CASH MANAGEM ENT LOANS	CM-L	<8 DAYS	30-500 501-1000 >1000	7 10 20	0 0 0
TREASURY LOANS	TL	<16 DAYS - >7 DAYS	30-500 501-1000 >1000	10 20 40	0 0 0
TERM MONEY	TM	<30 DAYS - >15 DAYS	30-500 501-1000 >1000	15 30 60	0 0 0
ONE MONTH LOAN	OML	30 DAYS	Any	3%/30 DAYS	1.5%/30 DAYS
QUARTERL Y DEBT	QD	<91 DAYS - >30 DAYS	Any	2.5%/30 DAYS	1.5%/30 DAYS

HALF YEARLY DEBT	HY-D	<181 DAYS - >90 DAYS	Any	2.5%/30 DAYS	1.5%/30 DAYS
YEARLY DEBT	OY-D	<YEAR+1 - >180 DAYS	Any	2.5%/30 DAYS	1.5%/30 DAYS

B. One Month Loan (30 calendar day) (OML)

- a. 1.5 percent interest on principal sum / 30 calendar days + if applicable adjusted service charge (25 percent of accrued charges only) on non monthly component of tenure.
- b. Interest rate charged could be altered on a case to case basis, if the President intervenes.

C. Long term loans (more than 29 calendar day)

- a. Interest can be paid in instalments on a monthly, bimonthly, quarterly, or half-yearly basis, chosen to fit perfectly into the tenure. This selection is made according to the convenience of the borrower.
- b. Interest can be paid at the time of maturity .
- c. The President reserves the right to alter the above mentioned clause as per its discretion.

1. Quarterly debt (less than 91 calendar days)(QD)

- a. 1.5 percent interest on principal sum / 30 calendar days + if applicable adjusted service charge (25 percent of accrued charges only) on non monthly component of tenure.
- b. Interest rate charged could be altered on a case to case basis, if the President intervenes.
- c. Variant abbreviation - QY2 AND 3.

2. Half yearly debt (less than 181 days but more than 90 days)(HY-D)

- a. 1.5 percent interest on principal sum / 30 calendar days + if applicable adjusted service charge (50 percent of accrued charges only) on non monthly component of tenure.
- b. Interest rate charged could be altered on a case to case basis, if the President intervenes.
- c. Variant abbreviation - HY-D4,5 AND 6.

3. Yearly debt (less than a year plus one day but more than 180 days)(OY-D)

- a. 1.5 percent interest on principal sum / 30 calendar days + if applicable adjusted service charge (75 percent of accrued charges only) on non monthly component of tenure.
- b. Interest rate charged could be altered on a case to case basis, if the President intervenes.
- c. Variant abbreviation - OY-D7,8,9,10,11 AND 12.

Regards, Tr. Rahul Goswami

