

PERSONAL LINE OF CREDIT FOR ICICI BANK SALARIED CUSTOMERS:

"SALARY OVERDRAFT"

MODE OF PAYMENT

- The mode of payment is through sweep of funds from the Salary Account.
- Since there is not direct access to the Salary OD account, the customer must fund the Salary account sufficiently at the time of due for sweeping
- In case the Salary does not get credited in account for consecutive 3 months for any reasons, the account will go into delinquency and the customer has to make immediate payment of the entire outstanding failing which Penal Charges will apply.

Sample Interest Calculation:

Customer has INR 5,000 balance in savings account and withdraws/cashes a chq for INR 10,000.

INR 5000 will be swept from OD limit and interest charges will start from the date of withdrawal.

SCENARIO 1:

Customer funds the Salary Account to the tune of INR 10,000 after 5 days (sweeps happen at day end)

INR 5000 will be swept into OD account for settling the dues and customer will have INR 5000 left in his Salary Account

$$\text{INTEREST CHARGED} = 5,000 * (\text{INTEREST RATE}/100) * (5/365)$$

SCENARIO 2:

Customer funds the Salary Account to the tune of INR 3,000 after 5 days (sweeps happen at day end)

INR 3000 will be swept into OD account for settling the dues and customer will have INR 0 left in his Salary Account

$$\text{INTEREST CHARGED} = 3,000 * (\text{INTEREST RATE}/100) * (5/365) + (\text{interest on remaining INR 2000 for the duration till when he settles it})$$