

कापोरिशन बैंक (सार्वजनिक क्षेत्र का अग्रणी बैंक) प्रधान कार्यालय, डा.पे.सं. 88, मंगलूर - 575 001	 ई-सर्कुलर e-CIRCULAR	Corporation Bank (A Premier Public Sector Bank) Head Office, PB No.88, Mangalore – 575 001
Credit Division [Credit Policy & Planning Section] Email : CPMS@corpbank.co.in		
प्र.का. परिपत्र सं. HO Circular No. 482/2016	सूचकांक Index No. 11.00/24/2016	दिनांक Date: 05-August-2016

समस्त शाखाओं/कार्यालयों हेतु TO ALL THE BRANCHES/ OFFICE

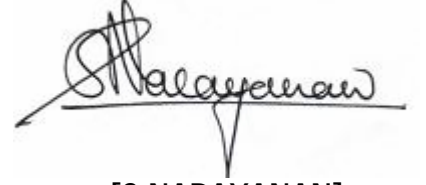
Subject : MIGRATION OF RATE OF INTEREST FROM COBAR / BASE RATE TO MARGINAL COST OF LENDING RATE [MCLR]

HIGHLIGHTS

To bring in uniform guidelines, certain modifications have been approved by the Board.

1. Attention of all the branches/other offices is invited to HO Cir No 224/2016 dated 02.04.2016 interalia communicating the implementation of New Bench Mark Rate Based on Marginal Cost of Funds Based Lending Rate [MCLR].
2. In this regard, to bring in uniform guidelines, Board at its meeting held on 26.07.2016 has approved the following:-
 - a. The respective loan sanctioning authority be vested with the power to approve / permit migration from existing COBAR / Base Rate to MCLR subject to the condition that the resultant rate of interest is not below MCLR of the relevant tenor and the extent of concessions fall within their respective powers.
 - b. The respective loan sanctioning authority shall also be vested with the power to permit migration from existing COBAR / Base Rate even in cases where concessions extended are within the powers of a higher authority and the resultant rate is fixed by extending the existing concessions upon conversion, subject to the condition that net rate of interest is not falling below MCLR of the relevant tenor.
 - c. In case of sanctions by the Management Committee of the Board, Credit Approval Committee of the Board [CACB] shall be vested with the powers to permit migration from existing COBAR / Base Rate to MCLR.

3. All our Branches and other Offices are advised to note the above for guidance and strict compliance.

A handwritten signature in black ink, appearing to read 'S Narayanan', written over a horizontal line. The signature is stylized with a large initial 'S' and a long horizontal stroke extending to the left.

**[S NARAYANAN]
GENERAL MANAGER**

Note: Hindi version of the Circular follows.