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| <p>कार्पोरेशन बैंक (सार्वजनिक क्षेत्र का अग्रणी बैंक) प्रधान कार्यालय, डा पे सं. 88 मंगलूर - 575 001</p> |  e-CIRCULAR | <p>Corporation Bank (A Premier Public Sector Bank) Head Office, PB No.88, Mangalore – 575 001</p> |
| <p>Credit Division [Credit Policy & Planning Section] Email : CPMS@corpbank.co.in</p> | | |
| HO Circular No. 116/2013 | Index No. 11.01/1/2013 | 19-February-2013 |

TO ALL THE BRANCHES / OFFICES

Subject : REVISION IN THE BASE RATE WITH EFFECT FROM 06.02.2013 & REVISION IN THE RATE OF INTEREST ON VARIOUS TYPES OF CREDIT FACILITIES LINKED TO BASE RATE

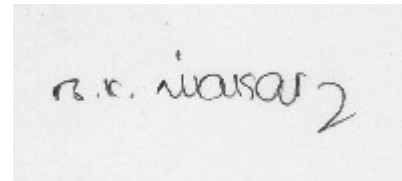
HIGHLIGHTS

Bank has revised downward the Base Rate from 10.50% to 10.25% with effect from 06.02.2013 and revised the rate of interest on various loans and advances linked to Base Rate. All the Branches are advised to enter the revised rate of interest in the Party Master, all other relevant Modules and Party Files, invariably, in all applicable cases.

1. We invite the attention of all our Branches and other Offices to HO Circular No.273/2012 [11.01/1/2012] dated 07.05.2012, communicating revision in the Base Rate from 10.65% p.a. to 10.50% p.a. with effect from 01.05.2012.
2. Consequent to decrease in the key policy rates announced by RBI during the third quarter review of monetary policy 2012-13, Base Rate has been decreased by 25 basis points from the existing level of 10.50% p.a. to 10.25% p.a. with effect from 06.02.2013.
3. The Revision in the Base Rate shall be applicable to all existing loan accounts where interest rate is linked to Base Rate. The existing vis-à-vis revised interest rate structure is furnished in Annexure-I. Interest Rate linked to COBAR will continue without any change.
4. Interest rate on Bills discounted under LC shall be as under:

| Tenor | Rate of Interest [Linked to Base Rate] |
|--------------------------|--|
| Upto & including 90 days | 10.25% |
| 91 days to 180 days | 10.50% |
| 181 days and above | 10.75% |

5. The existing variable Term Premia shall continue as hitherto.
6. **Concessions extended over Card Rate:**
In respect of existing loan accounts where interest concession has been extended, the decrease in the Base Rate, i.e. 0.25% has to be deducted to arrive at the new interest rate w.e.f. 06.02.2013.
7. The branches/other offices are advised to comply with the following instructions unfailingly.
- a] To enter the revised rates of interest in the Party Master and at all other relevant Modules and Party Files including mark up over Base Rate, invariably in all applicable cases. Further, communication to be sent to all applicable borrowers, as per the format furnished in Annexure-II.
- b] To display Bank's revised Base Rate [as per Annexure-III] prominently on the Notice Board meant for public.
8. No separate communication will be sent to the branches in respect of individual borrowal accounts whose files are handled at the Zonal Office/Head Office. The compliance of the above instructions by the branches should be followed up by the Zonal Offices concerned.
9. All our Branches and other Offices are advised to note the above for guidance and ensure strict compliance.



[B.K.Divakara]
GENERAL MANAGER

Note : Hindi version of the Circular follows.