

LETTER OF AUTHORITY TO BE EXECUTED BY A SCHEDULED BANK TO THE
RESERVE BANK OF INDIA FOR DEBITING THEIR CURRENT ACCOUNT

Place :

Date :

The Manager,
Reserve Bank of India

Dear Sir,

Our Current A/c No./ Nos. _____ with the Reserve Bank of India at _____.

The National Housing Bank (hereinafter referred to as the Housing Bank) has agreed to provide financial assistance under the provisions of the National Housing Bank Act, 1987 and the accommodation sanctioned by them will be effective from The relevant Clauses of the General Agreement executed in this regard stipulate, inter alia, that the Housing Bank shall be authorised by us to require you to debit our above Current Account/s with you in the event of default committed by us in the repayment of the principal instalments of any loan or loans drawn by us under the refinance / financial assistance sanctioned to us as also in the payment of interest due thereon, on the due dates, with such sums representing the principal amount or interest due thereon as may be in default by us and remit the same to the Housing Bank in such manner as they may require by debit to our Current Account/s maintained with you (the extracts of Clauses 8 and 11 are enclosed).

2. Accordingly, we hereby authorise and request you that as and when a written requisition is received by you from the Housing Bank and notwithstanding any dispute that may exist or arise between us and the Housing Bank, you may without reference to us, debit our Current Account/s with such sums as may be specified by the Housing Bank in its written request and pay the same to the Housing Bank in such manner as they desire.

3. We agree to the fact that the Housing Bank has approached you in writing for debiting our Current Account/s with you shall be a conclusive proof that default has arisen in respect of payment of dues by us to the Housing Bank and it shall not be necessary for us to admit to the fact of such default by means of a separate advice to the Housing Bank.

4. This letter of authority shall not be revoked by us except with the prior concurrence of the Housing Bank and you may act upon this authority until such time this authority is revoked.

5. Please acknowledge receipt of this letter and also return the duplicate copy thereof duly confirmed by you to the Housing Bank at New Delhi.

Yours faithfully

For and on behalf of the _____
Authorised official _____

Confirmation of the Reserve Bank of India on the duplicate copy of the letter of authority.

Returned to the National Housing Bank, New Delhi.

The Reserve Bank of India hereby agrees to comply with the requisitions as may be issued by the National Housing Bank, from time to time, in terms of the above letter of authority

For Reserve Bank of India

Authorised official

Place:

[Official Seal]

Date: