

**Terms & Conditions for Prepayment of Refinance
Applicable to Scheduled Banks w.e.f. 01-07-2015**

1. The terms and conditions applicable for prepayment of refinance by the Scheduled Banks, as applicable to refinance availed on or after 01-07-2015 are as under :
2. The refinance availed by the Banks can be prepaid without any prepayment charge subject to the fulfilment of all of the following conditions :
 - Such refinance is availed under Rural Housing Fund, Urban Housing Fund, Special Urban Refinance Scheme for Low Income Households, or under Regular Refinance Scheme at concessional rates,
 - The Bank has also received the said amount from the ultimate borrowers under these schemes, and
 - The prepayment is made not more than once in a quarter after giving two weeks' notice.
3. In all other cases, prepayment would be accepted from the Banks upon payment of prepayment charges as stated below and subject to the Bank giving two months' notice in writing :

Ageing (time elapsed since disbursement)	Prepayment Charges
Upto 1 year	1.0% of amount to be prepaid
More than 1 year	0.5% of amount to be prepaid

4. All other terms and conditions of refinance as applicable to Scheduled Banks as communicated from time to time shall continue to be applicable.
5. The above terms and conditions shall be applicable for refinance disbursed on or after 01-07-2015. Refinance disbursed prior to this date shall continue to be governed by the respective prepayment conditions as communicated from time to time.

