

**OPTION LETTER FOR CONVERSION OF TERM HOME LOAN ACCOUNT TO
MAXGAIN ACCOUNT**

To:

Date: / /

State Bank of India

_____ Branch

Dear Sir,

HOME LOAN ACCOUNT NO**ONE TIME OPTION TO CONVERT HOME LOAN TERM LOAN ACCOUNT INTO
MAXGAIN ACCOUNT**

Please refer to my /our Home Loan account no. _____ for Rs. _____ sanctioned vide your letter no. _____ dated _____. I request you to convert this loan account to Max gain Home Loan Account with immediate effect. I declare, undertake and agree as follows:

- a. That I/we undertake to abide by the terms and conditions governing Max gain home loan.
- b. I request that my/our existing home loan account (Term Loan) may be closed and the outstanding be transferred to the new Max gain home loan account opened with same Drawing Power, outstanding, tenor and EMI of my/ our existing loan account
- c. That the Bank can charge prevailing rate of interest applicable for Home Loan (Maxgain) account i.e., the effective rate of Interest on the loan outstanding will be charged at the rate of _____% (spread) above RBI's Repo Rate which is _____ % p. a as on 01st day of current calendar quarter. The present effective rate of interest being _____% p. a calculated on daily balance of the loan amount at monthly rests, subject to the interest rate reset on the 1st day of every calendar quarter, on the basis of the prevailing RBI Repo Rate. The spread is sum of Credit Risk Premium of _____% and other cost including operating cost. The Bank shall at any time and from time to time be entitled to change Credit Risk Premium when borrower's credit assessment undergoes change. Also, other cost including operating cost can be altered periodically at Bank's discretion.
- d. Processing fee of Rs. _____/ will be paid by me/ us for conversion of the existing home loan account to Max gain Home Loan account. Alternatively, the same may be debited to my /our account(s)

2. I/We hereby declare and confirm that the documents executed by me /us for availing the home loan and securities created by me/us for the home loan account will operate as continuing security and will continue to be valid, binding and enforceable on me /us for the newly opened Max gain Home Loan Account.

3. All the terms and conditions mentioned in the documents / agreements executed by me/ us for the Home Loan on _____ will be valid and enforceable against me/us for the Max Gain Home Loan Account as well. I/We acknowledge my/ our liability to the Bank for the amount of Rs. _____/- outstanding in the existing Home Loan account together with interest, costs and expenses as per documents executed by me/us, even after conversion to Max Gain account.

Yours faithfully,

(Guarantors)

1. _____

2. _____

3. _____
