



**UCOBANK RETIREES' ASSOCIATION KARNATAKA (Regd)**

(Regd as S.No: 699/97-98 Dated 20/01/1998 with the Registrar of Societies, Karnataka)

Regd Office: C/o UCO Bank, 3rd Floor, 13/22,  
Kempegowda Road, Bangalore-560009

Website: urakar.com



**UBRA-KAR/CIR/049/2020 - 23**

**Date: 25.05.2021.**

**To all members of our unit.**

Dear Comrades,

**SUB: NEW LOAN PRODUCT - "UCO KAVACHA" .**

Our Head Office, in order to help the individual in meeting hospitalisation/home isolation expenses due to contraction of covid-19 infection, has proposed new loan product vide memorandum on Introduction of new loan product ~ '**UCO Kavacha**' to the Board of Directors and the same was approved through circulation.

The complete details of the scheme is contained in Head Office circular no.CHO/RBD/11/2021-22 dated: 24/05/2021. The circular is attached.

**This scheme is applicable to pensioners also.**

Members are requested to go through the Head Office circular and make use of the facility, in case of need.

**B.Lakshminarayana**  
**Hon. Secretary.**

All Correspondence to:



B.Lakshminarayana, No.1317, 11th Main, 5th A Cross  
Srinivasanagar II Phase, B.S.K. III Stage,  
BANGALORE - 560 050.

Mob: 9845443998; Email:balana56@gmail.com

Head Office  
Retail Banking & MSME  
Deptt.  
10 BTM Sarani, 2<sup>nd</sup> Floor  
Kolkata – 700 001

  
**UCO BANK**  
(A Govt. of India  
Undertaking)  
**HONOURS YOUR TRUST**

CRN  
/2021-22

Circular No.  
CHO/RBD/11/2021-22  
Dated: 24/05/2021

To All Branches/Offices in India

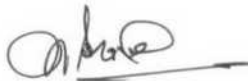
**Sub: Introduction of new loan product ~ 'UCO Kavach'**

Second and severe wave of covid-19 is wreaking havoc across the country and millions of people affected by the virus. Many people who have contracted virus had to forego significant amount of financial expenses towards medical care for treating the patient.


To help the individual in meeting hospitalisation/home isolation expenses due to contraction of covid-19 infection, Department has proposed new loan product vide memorandum on **Introduction of new loan product ~ 'UCO Kavach'** to the Board of Directors and the same was approved through circulation.

Approved Scheme guidelines and application form are enclosed as Annexure – I and Annexure – II.

All Branches/Offices are hereby advised to take a note of the guidelines and ensure its meticulous compliance.



(Nidhu Saxena)  
General Manager  
Retail Banking & MSME

  
Encl: As above

Sl No	Parameter	Guidelines
1	Name of the Scheme	UCO Kavach
2	Purpose	To meet hospitalisation/Home isolation expenses due to Covid infection
3	Classification	Non-Priority
4	Eligibility	<p>1) For Covid treatment of self or family member who are found Covid Positive on or after 01/04/21</p> <p>2) Applicant or his/her relative (as defined under) should have been hospitalised or remained in home isolation due to Covid infection</p> <p>3) Applicant should not be older than 65 years of age. For Bank pensioners who are drawing Pension/Family Pension with our Branches, loan may be sanctioned up to age of 70 years</p> <p><b><u>For customers with existing Loan accounts:</u></b> Existing Loan account(s) should at least be in SMA-0 (not slipped to SMA-1 or above) category as on date of sanctioning this facility</p> <p><b><u>For Bank customers having no loan account:</u></b></p> <p>1) Operative account of the customer should be at least one year old</p> <p>2) Applicant should have minimum CIBIL Score of 700</p> <p>3) All loan accounts of applicants should not have any overdue balance on the date of sanction as per Credit Information Report</p>
5	Nature of facility	Term Loan
6	Quantum of Loan	Minimum: Rs. 25,000 & Maximum: Rs. 5 Lacs for salaried and pensioners and Rs.3 lacs for non-salaried
7	Income Criteria	<p>Net Take Home Pay should not be less than 30% of Gross Monthly Income after deduction of PF, IT and other statutory deductions including existing and proposed EMIs subject to minimum monthly take home pay of Rs. 20,000</p> <p><b><u>For Salaried Borrower</u></b></p> <p>Gross Monthly Income as per Latest Salary Slip to be considered</p>



		<p><b><u>For Non-salaried borrower</u></b></p> <p>Gross Monthly income should be as per latest Income Tax Assessment Order/Return filed</p> <p>The amount of depreciation as allowed under the Income Tax Act to Businessmen/Professionals/Self Employed, being the part of cash surplus available with them, may be added back to assessed income for determining Gross Monthly Income</p> <p><b><u>For Pensioner</u></b></p> <p>Net Take Home Pay should not be less than 30% of Gross Monthly Income after deduction of Income Tax including existing and proposed EMIs subject to minimum monthly take home pay of Rs. 10,000</p>
8	<b>Rate of Interest</b>	UCO Float Rate + 1.60% p.a. i.e, presently 8.50% p.a.
9	<b>Third Party Guarantee</b>	Not required
10	<b>Security</b>	<p>No collateral security is required. However, if customer offers liquid collateral to the tune of:</p> <p>1) 50% of Loan amount, concession of 50 bps may be allowed from the card rate</p> <p>2) 100% of loan amount, concession of 100 bps may be allowed from the card rate</p>
11	<b>Margin</b>	Nil
12	<b>Disbursement</b>	<p>Loan may be disbursed directly to the operative account of the borrower with our Bank upon submission of required hospital bills/test reports/laboratory bills/Pharmacy charges or any other evidence to the satisfaction of disbursing authority.</p> <p>Reimbursement of medical expenses due to Covid hospitalisation/home isolation can be done against proper Hospital Bills/Laboratory Bills/Receipts/Pharmacy charges/Ambulance Charges/expenses towards oxygen supply.</p>
13	<b>Repayment</b>	Loan to be repaid in maximum of 60 instalments including moratorium period
14	<b>Moratorium Period</b>	Maximum 3 months moratorium period may be allowed
15	<b>Co-applicant(s)</b>	Not required
16	<b>CIBIL Charges</b>	Applicable CIBIL Charges to be recovered from the borrower
17	<b>Processing Charges</b>	Nil
18	<b>Documentation/ Any Other Charges</b>	Nil



19	<b>Penal Interest</b>	In case of delay in payment of EMI by one month or more, penal interest @2% p.a. shall be charged on the amount of default for the overdue period, i.e., with effect from the due date
20	<b>Documentation</b>	Demand Promissory Note (A-1/A-2) Letter of waiver (A47) Term Loan Agreement (A109)
21	<b>Lending Powers</b>	Scale I: 1,00,000 Scale II and above: Rs. 5,00,000 (Subject to individual exposure not exceeding delegated lending powers)
22	<b>Loan to Staff Members</b>	Staff members are eligible to avail loan under the Scheme. The application can be processed and disposed off by the Branch as per eligibility requirements
23	<b>Loans to relatives to Staff Members</b>	Relative of Staff Members can also avail loan under the Scheme as per Scheme eligibility guidelines (For Sanctioning Authority, refer Circular No. CHO/RBD/08/2019-20 dt.24/05/2019)
24	<b>Powers to allow deviations</b>	No further deviations are allowed in the Scheme
25	<b>Documents to be submitted by the applicant</b>	<ol style="list-style-type: none"> <li>1) Application form</li> <li>2) RT-PCR Covid Test Report along with prescription of any Registered Medical Practitioner which confirms the Applicant/Relative of Applicant is infected with Covid-19 virus.</li> <li>3) Medical bills for reimbursements, if any</li> <li>4) Proof of employment in case of salaried borrower</li> <li>5) For Salaried applicant, Salary slips for the last 6 months along with corresponding Bank Statement. Wherever available, same to be verified from Employee HRMS portal, screenshot of the same to be kept on record</li> <li>6) For non-salaried applicant, Income Tax Returns for last two years</li> <li>7) Statement of means</li> <li>8) KYC documentation (such as PAN Card, Aadhaar Card, Passport etc)</li> <li>9) For Pensioner, Pension Payment Order</li> <li>10) Mandate for payment of EMIs through /NACH/Standing Instruction</li> </ol>



26	<b>Relative(s) defined for this purpose</b>	Following family members are considered under the Scheme (not cousins or any other relatives)  1) Mother 2) Father 3) Brother 4) Sister 5) Spouse 6) Children
27	<b>Validity of the Scheme</b>	Scheme is valid up to 31/03/22
28	<b>Scheme Code</b>	To be advised by HO-DIT



To  
The Manager  
UCO Bank  
\_\_\_\_\_ Branch

Passport Size  
Photograph  
(Applicant)

Sir/Madam,

**Sub: Application for Loan under UCO Kavach Scheme**

I/we apply for sanction a Term Loan of Rs. \_\_\_\_\_ in favor of me under 'UCO Kavach' and furnish below the necessary information and relevant particulars

Particulars	Details
Name (in Block Letters)	
Residential Address (Present)	
Permanent Address	
Phone/Mobile No.	
Occupation	
Office Address	
Gross Monthly Income	
Deductions	
If existing customer, operative account number	
<b>Proposed Loan Particulars</b>	
Purpose of Loan	Treatment of Hospitalised Covid Patient
Total Repayment Period	_____Months (maximum 36 months)
Moratorium to be allowed	_____Months (maximum 3 months)
Mode of Repayment	

**Declaration**

I declare that all particulars and information given in the application form are true, correct and complete and that they shall form the basis of Loan under UCO Kavach Scheme to be availed from UCO Bank.

I declare that me/my relative is infected with Covid-19 virus and is hospitalised for treatment of the same. And, me/my relative is not sufficiently covered/not covered under any health insurance Scheme

(Signature of the applicant)

