



Marginal Cost of Funds Based Lending Rate (MCLR)

The Interest rate on your Floating Rate loan booked between 1 April 2016 and 30 September 2019 is linked to HSBC's (the Bank) published 3 month Marginal Cost of Funds based Lending Rate (MCLR) and will be reset on a three monthly basis. The 3 month MCLR is published by the Bank at the beginning of every month, which will be the Benchmark Rate for loans that are disbursed in that month. The Floating Rate of interest on all the loans disbursed by the Bank will be reset at an interval of 3 months from the month of loan disbursement. It will be reset against the 3 month MCLR published by the Bank in the month of reset. The reset will be done by the 7th calendar day of the month. (Refer to the example below.) A revision in the applicable rate of interest will lead to a revision in the Equated Monthly Instalment (EMI) or the loan tenure at the Bank's discretion. The revised loan interest rate will be notified to you by SMS, or e-mail or letter as per the Bank's prevailing policy; however SMS will be the preferred mode. Though the current Benchmark Rate applicable to your loan is the 3 month MCLR, the Bank reserves the right to change the Benchmark Rate to a different maturity MCLR, with due notice to you.

The applicable rate of interest rate on your loan is the 3 month MCLR plus the margin (spread). The margin charged to you will not be increased throughout the tenure of the loan, except on account of deterioration in the credit risk profile of the borrower.

For the current month MCLR rate please refer to the Physical Notice Board available in the branch or refer to our 'Rates and Fees' tab in our website www.hsbc.co.in for more information.

Repo Linked Lending Rate (RLLR)

The interest rate on your Floating Rate loan, if disbursed on/after 1 October 2019 is linked to HSBC's Repo Linked Lending Rate (RLLR). HSBC's Repo Linked Lending Rate (RLLR) is pegged to RBI's Repo Rate, rounded off to the nearest 5 bps. The interest rate in loans which are linked to RLLR will undergo re-pricing (i.e. upwards or downwards as the case may be) in line with the movement of the RLLR. Repo Rate is normally reviewed by the RBI's Monetary Policy Committee at intervals of two months. In case of change in Policy Repo Rate, RLLR will be changed in the beginning of the following month (by 7th calendar day of the following month). Consequent upon any change in RLLR, the rate of interest of loans linked to RLLR will undergo a change. A revision in the applicable Rate of Interest would typically lead to a revision in the Home Loan tenure and the EMI would remain constant, however the Bank still reserves the right to change the EMI without giving effect to the tenure of the Home Loan.

The applicable Rate of Interest rate on your loan is the RLLR plus the margin (spread). The margin charged to you will not be increased throughout the tenure of the loan, except on account of deterioration in the credit risk profile of the borrower.

For the current month RLLR rate please refer to the Physical Notice Board available in the branch or refer to our 'Rates and Fees' tab in our website www.hsbc.co.in for more information.