

KEY THINGS YOU SHOULD KNOW

- We, The Hongkong and Shanghai Banking Corporation Limited, (HSBC/the Bank) offer Home Loans and Loan Against Property at floating rate of interest. For further details in this regard, please reach out to your Relationship Manager (RM) or visit the nearest HSBC branch or visit our website www.hsbc.co.in
- Floating rate loans are linked either to our 3-month Marginal Cost of Fund based Lending Rate (MCLR) or our Repo Linked Lending Rate (RLLR) which are published on our website. The 3 month MCLR and the RLLR are published by the Bank at the beginning of every month, which will be the benchmark rate for loans that are disbursed in that month. You have the option of choosing which benchmark should your floating rate loan be linked to. The floating rate of interest on all the loans linked to MCLR, 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. Any change in the 3-month MCLR will impact the interest rate on your loan. Similarly, floating rate of interest on all the loans linked to RLLR disbursed by the bank will be reset in line with the movement of the RLLR. Repo rate is normally reviewed by RBI's Monetary Policy Committee at intervals of two months. In case of change in 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. This will have a corresponding impact typically on loan tenure keeping your Equated Monthly Instalment (EMI) constant. HSBC still reserves the right to change the EMI without giving effect to the tenure of the loan.
- The facility offered on your loan is subject to certain fees/charges applicable before and after disbursement. Please refer to the 'Loan Service Charges and Fees' section of our website for details
- We request you to read the loan agreement carefully and ensure that key terms such as interest rate, loan amount, loan tenure, EMI, processing fees, pre-payment charges, are clearly stated before you sign the agreement
- Your security documents is required to be stamped as per local stamp laws, at your expense. Your Relationship Manager would be able to advise you on the applicable stamp duty for your loan
- You are required to obtain Collateral insurance for the property with an insurance company for loss due to Fire, Lightning, Implosion / Explosion, STFI (Storm / Tempest / Flood / Inundation), Impact Damage due to Accident, RSMD (Riot / Strike & Malicious Damage), Subsidence & Landslide including Rockslide, Aircraft Damage, Missile Testing, Bush Fire, Bursting of Water Tanks, Leakage from Automatic Sprinklers, Earthquake & Terrorism with HSBC being the beneficiary of the issued insurance policy at all times during the loan tenure.

It is mandatory to have policy cover for minimum of five years at the time of disbursement and renewal thereafter to cover the remaining tenure of your loan.

- Interest on your loan will accrue on a daily basis on the total outstanding balance on that day, and will be payable monthly in EMIs through a Standing Instruction (SI) or letter of authority by debit to your HSBC account
- In case of under-construction properties, the loan is disbursed in tranches and only interest will be levied on the amount disbursed till the time property is completed or till 3 years from the date of disbursement of the first tranche, whichever is earlier. Upon completion of the property or post 3 years from the date of first disbursement the monthly installment of Pre Equated Monthly Installment (Pre-EMI) will be converted to Equated Monthly Installment comprising of principal and interest on the loan amount sanctioned.

*Pre-EMI means interest on the disbursed loan amount from the date/dates of disbursement until the date of commencement of EMI at the rate indicated in final loan agreement/legal kit, and subject to changes from time to time

- You need to pay your Monthly Instalment on the EMI date. Non-payment of EMI would impact, including and not limited to:
 - Your credit rating (reporting to Credit Bureaus)
 - Other loans availed of from HSBC
- In addition to the above, HSBC may initiate collections and legal action to recover the dues; HSBC can recall the loan and the property can be attached
- Please seek independent professional tax advice for any tax related issues and implications on/of your loan
- We will notify you of any changes in the terms and conditions of this product with prior notice of 30 days