



Prime Bank Limited

Credit Risk Management Department

Head Office, Dhaka

Credit Division Circular No: 2012/11

February 08, 2012

All Heads of Branches/Units &
All Divisional Heads at Head Office
Prime Bank Limited
Bangladesh

Revision of Interest Rate on Lending

Dear Sir (s),

We refer to our Credit Division Circular No: 2012/09 dated February 01, 2012 on the captioned subject. In this context, please be informed that the Management of the Bank has further revised the lending rates of our bank as stated below **with effect from Feb 08, 2012.**

| Sl | Nature of Loan/Sector | Existing | | Revised | |
|----|--|--------------------------------------|----------|--------------------------------------|---------------|
| | | Interest Rate Band | Mid Rate | Interest Rate Band | Mid Rate |
| 01 | Agricultural Credit | 10.00-13.00% | 11.50% | 10.00-13.00% | 11.50% |
| 02 | Industrial Term Loan | 14.00-17.00% | 15.50% | 12.50-15.50% | 14.00% |
| 03 | Working Capital Loan | 14.00-17.00% | 15.50% | 12.50-15.50% | 14.00% |
| 04 | Pre-shipment Export Credit (PC) | 7.00% | -- | 7.00% | -- |
| 05 | Commercial Lending | 15.00-18.00% | 16.50% | 15.00-18.00% | 16.50% |
| 06 | Small/ Cottage & SME | 17.00-20.00% | 18.50% | 17.00-20.00%* | 18.50% |
| 07 | Other Special program (Other than commercial) | As per guidelines of BB/Govt. | | | |
| 08 | Others | 16.00-19.00% | 17.50% | 16.00-19.00% | 17.50% |
| 09 | Loans against Deposit maintained with our Bank | 2.00-4.00% above the deposit rate | --- | 2.00-4.00% above the deposit rate | --- |
| 10 | Loans against Deposit maintained with other banks | 15.00-18.00% | 16.50% | 15.00-18.00% | 16.50% |
| 11 | Loan against Share | 16.00-19.00% | 17.50% | 16.00-19.00% | 17.50% |
| 12 | Housing Loan | 15.00-18.00% | 16.50% | 15.00-18.00% | 16.50% |
| 13 | Lease Finance | 14.00-17.00% | 15.50% | 14.00-17.00% | 15.50% |
| 14 | Term Loan | 14.00-17.00% | 15.50% | 14.00-17.00% | 15.50% |
| 15 | Consumer Credit | 17.00-20.00% | 18.50% | 17.00-20.00% | 18.50% |
| 16 | Loans to NBFIs | 15.00-18.00% | 16.50% | 15.00-18.00% | 16.50% |

 

Revision of Interest Rate on Lending

* For unsecured facilities, Rate of Interest Band will be 17.00%-20.00% with Mid Rate 18.50%. However, in case of secured (minimum 1 time collateral coverage of the limit) facilities; Rate of Interest Band will be 16.00%-19.00% with Mid Rate 17.50%.

- The Head of Branches shall sanction credit facilities under their delegation at the highest rate of the respective band.
- The Head of Branches are advised to reassign the lending rate into the system with effect from Feb 08, 2012.
- Penal Interest @ 2.00% to be charged on the overdue credit facility(s) for the overdue period.

All concerned are advised to follow meticulously the above instructions.

Thanking you

Yours sincerely,



Quazi A. S. M. Anisul Kabir
Senior Executive Vice President



M. Reazul Karim
Additional Managing Director

Copy to:

- (1) PS to the Managing Director, Prime Bank Limited, Head Office, Dhaka.
- (2) PS to the Additional Managing Director, Prime Bank Limited, Head Office, Dhaka.
- (3) PS to the Deputy Managing Director(s), Prime Bank Limited, Head Office, Dhaka.