



**GOVERNMENT OF ANDHRA PRADESH  
FINANCE AND PLANNING (FW-.APEWF) DEPARTMENT**

Memo.No.50895-A/APEWF/95

Dated : 23-12-1995

Sub : A.P.E.W.F. - Loans sanctioned to the employees - Rate of interest -  
Communicated.

**A P U S**

The State Level Committee, the District Level Committee and the Twin Cities Committee are sanctioning loans to the employees from the A.P. Employees Welfare Fund in consonance with the General Policy laid down by the State Level Committee.

2. The rate of interest shall be as prescribed by the State Level Committee.
3. The purpose for which the loans are sanctioned by the State Level Committee, the District Level Committees and the Twin Cities Committees are indicated below :

a) S.L.C.b) D.L.Cs./T.C.C.	
i) Medical	i) Medical
ii) Educational advance for higher Education	ii) Educational studies in foreign countries
iii) To the recognized Service Associations and Unions for construction of rest houses or Community Halls.	iii) Natural calamities
iv) Marriages	

4. The loans sanctioned by the State Level Committee under the items 3 (a) (i) and (ii) and the loans sanctioned by the District level Committees and the Twin Cities Committee have to be recovered by the District Level Committees/Twin Cities Committee.

5. The rates of interest on the loans sanctioned under the A.P.E.W.F. are as follows :

Sl.No.	Date of the SLC meeting fixing the rate of interest	Purpose	Simple rate of Interest per Annum
i	3-4-1982	As specified under Item-4 of the proceedings of the meeting of the S.L.C., of the A.P.E.W.F. held on 3-4-82 Extract of the same is given in the Annexure. Full rate of interest at 11%. Concessional rate of interest: 50% of the full rate of the interest.	

ii	13-2-85	All purposes All purposes	4%
	2-7-91		4%
			Further where loans sanctioned prior to 13-2-85 and where the loans were repaid as on 2-7-91 they need not be reopened. However in the case of loans which were sanctioned prior to 13-2-85 and which were outstanding as on 2-7-91, interest at 4% per annum shall be charged on the outstanding balances.
	28-3-92	(A) All Purposes except (B) below	4%
		(B) Educational Advances for studies in Foreign Countries Sanctioned by the S.L.C.	6%
	7-10-92	(A) All Purposes except (B) below	4%
		(B) Educational loans for Higher studies in foreign Countries and loans sanctioned to the Service Associations and Unions for the construction of Rest Houses and Community Halls etc. sanctioned by the S.L.C.	6%
	3-5-95	(A) Medical Loans sanctioned by S.L.C., the D.L.Cs and the T.C.C.	4%
		(B) Rest of the purposes sanctioned by the S.L.C., the D.L.Cs. and T.C.C.	6%

6. Further all the Member Secretary – cum -Treasurers of District Level Committees and Twin Cities Committee are informed that penal interest at 50% more over the normal rate of interest shall be collected from the employees who fail to pay the arrears on or before 9-7-1995. The rates of normal and penal interest are as given below :

Sl.No.	Purpose	Normal rate of interest per Annum	Penal rate of interest per Annum
1	Medical	4%	6%
2	Rest of the purposes	6%	9%

7. All the member Secretary-cum-Treasurers and District Treasury Officers and the Deputy Pay & Accounts Officer, Twin Cities Committee shall regulate and recover the rates of interest on loans accordingly. They are also requested to communicate this Memo. to all the Drawing and Disbursing Officers in their jurisdiction for their information and necessary action.

D. DEVARAJULU NAIDU  
Member Secretary-Cum-Treasurer  
&  
Joint Secy. to Government