

## Good news for borrowers from Union Bank of India, loans become cheaper

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The Union Bank of India informed about the development in a statement and said, "Union Bank of India today announced reduction in External Benchmark Lending Rate (EBLR) by 40 bps to 6.80% taking into consideration the recent change in Repo Rate by

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RBI. The revised rates will be applicable from 01st June 2020. Effective rates for various schemes shall be at EBLR+ Premium/Discount for the product."

Union Bank of India had introduced EBLR based lending rates for all new floating rate loans to Retail and Micro & Small Enterprises segment, in line with RBI guidelines. Thus, w.e.f. 01.10.2019, all new floating rate loans to these segments are linked to RBI Policy Repo Rate. Medium Enterprises are also linked to RBI policy Rate with effect from 01.04.2020.