



Andhra Bank Retired Employees Association (ABREA)

#215, Kubera Towers, Narayanaguda, Hyderabad – 500029

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A.Rajendra Prasad, President

NSN Reddy, General Secretary

4th April 2022

To

The General Manager (HR)
Union Bank of India
Central Office, Mumbai – 400021

Dear Sir / Madam,

Reg: Staff Loans (Housing / CODST) – Liability Insurance.

Ref: Staff Circular no.7655 dated 31.03.2022.

We thank the Bank Management for taking the initiative to cover all loans of retired staff under Group Insurance policy starting from 1st April 2022 to 31st March 2023.

In this regard, we wish bring to your kind notice that the premium was debited without any prior notice / information to the borrowers.

You are aware that in e-andhra & e-corp banks, few of the retired staff was already covered by other Liability Insurance Companies either at the time sanction of the loans or subsequent years. The unilateral debit of premium to staff loan accounts has led to additional burden on the concerned borrowers who were covered by other liability insurance companies. This aspect was already brought to the notice of Head Office last year vide our letter dated 30th March 2021 but the department has not taken the points in to consideration for the current year.

As per the extant guidelines, branches are mandated to close CODST accounts at the time of superannuation/exit from the Bank. However, few branches have left the staff COD accounts with credit balance instead closure which attracted liability insurance premium for the current year.

As stated above, the retired employee's accounts were inadvertently debited with Liability Insurance Premium for the current year. When they are approaching the branches for reversal of amount, they are expressing their inability stating that it is not in their purview.

In view of the above, we request your good offices to arrange for refund of premium to the retired employees who are not interested in the scheme. Since it is a time bound program, we request the department to respond the mails received from the retired employees on priority and do the needful.

Thanks and Regards,

Yours faithfully,

(N S N Reddy)

General Secretary

Copy to AGM (Staff Welfare), Central Office, Mumbai

Copy to AGM (HR), Central Office, Mumbai