

**FINANCIAL ASSISTANCE AS INTEREST SUBSIDY ON HOME LOAN  
UPTO MAXIMUM Rs 1.00 LAKH TO WAR WIDOW/WAR BEREAVED/WAR  
DISABLED AND ATTRIBUTABLE PEACE TIME CASUALTIES(ALL RANKS)**

1. **Background.** KSB reimburses interest by way of subsidy on loan from banks for construction of house to War Bereaved, War Disabled and Attributable Peace time casualties. This scheme was started before 1991 with upper limit of Rs 70,000/- for eligibility of the grant of interest subsidy, even though the loan taken might be of a higher amount. 50% of the interest charged by the banks or Govt/Public Sector including LIC,GIC and HUDCO would be reimbursable as interest subsidy. This was revised in May 1991 with the upper limit of Rs 1,00,000/-.
2. **Aim.** The aim of this grant is to provide a small measure of relief to war bereaved, war disabled and attributable peace time casualties(all ranks).
3. **Financial Assistance.** Re-imbusement of interest on loan taken from banks for construction of house to War Bereaved, War Disabled and Attributable Peace time casualties is provided out of AFFD Fund. The upper existing limit of Rs 1,00,000/- for eligibility of the interest subsidy, even though the loan taken may be of a higher amount . 50% of the interest charged by the banks or Govt/Public Sector including LIC, GIC and HUDCO would be reimbursable as interest subsidy.
4. **Eligibility Conditions.** The following criteria must be fulfilled:-
  - (a) This facility is applicable for War Bereaved, War Disabled and Attributable Peace time casualties only.
  - (b) Interest subsidy is admissible up to maximum loan of Rs 1,00,000/- only even though the loan taken may be of a higher amount.
  - (c) Subsidy will be paid up to a maximum period of five years or the date of final repayment of loan whichever is earlier.
  - (d) 50% of the interest charged by bank or Govt/public sector including LIC,GIC,HUDCO would be reimbursable as interest subsidy.
  - (e) The interest subsidy would be payable half yearly direct to the applicant.
5. **Application.** Application should be made with recommendation of the concerned Zilla Sainik Board with the following information/documents:-
  - (a) Certificates from the concerned banker or reputed organizations in Govt/PSUs including LIC,GIC and HUDCO are as follows:-
    - (i) A certificate to the effect that there would be no change in the schedule of repayment.
    - (ii) A statement showing the amount of interest actually paid for the period covered under the claim.
    - (iii) A certificate to the effect that repayment of loan along with interest was regular

- (b) A copy of Ex-Servicemen Identity Card duly attested.
- (c) A copy of Discharge Book duly attested.

7. **Processing at KSB Sectt.** On receipt at KSB Sectt, the Account Section-in-Charge will assign the application to a designated clerk who will enter desired data from the applications in to computer. Another clerk will be designated to check correctness of the entries. The Section-in-Charge will verify the same and put up the case in relevant file for processing to JD(Account) who will obtain approval of Secretary, KSB.

8. **Payment Procedure.** After approval of Secretary, KSB, the application will be processed for payment by the Account Section. After verifying the ESM's service number, name, banker's IFS Code and bank account number, etc, the Account Section will issue payment instructions to the Accounts Section for payment to concerned ESM via ECS for procurement of toolkit.

9. Website [www.desw.gov.in](http://www.desw.gov.in).

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## Annexure 1

### APPLICATION FOR REIMBURSEMENT OF INTEREST ON HOME LOAN

1. I am \_\_\_\_\_ an ESM/Widow and I request for financial assistance for reimbursement of interest of home loan.
2. **Name:** \_\_\_\_\_ **2. No & Rank:** \_\_\_\_\_ Adhar Card No \_\_\_\_\_
  
4. **Present Address:** \_\_\_\_\_
  
5. **Dates (DD/MM/YY):** Enrolment \_\_\_/\_\_\_/\_\_\_ Discharge \_\_\_/\_\_\_/\_\_\_ Birth \_\_\_/\_\_\_/\_\_\_  
Death \_\_\_/\_\_\_/\_\_\_
  
6. **Reasons for discharge:** (As given in Discharge Certificate) \_\_\_\_\_
  
7. **Character at the time of Discharge:** Exemplary / Very Good / Good / Fair / Bad  
(strike out whichever not applicable)
  
8. **Particulars of dwelling unit:** Name of owner: \_\_\_\_\_  
Location of land: \_\_\_\_\_
  
9. **Amount of Home Loan:** \_\_\_\_\_ **Rate of Interest:** \_\_\_\_\_  
Name of Lending Bank/Interest: \_\_\_\_\_
  
10. **Contact Details of ESM:**  
Total of Interest on Home Loan: \_\_\_\_\_  
Mobile No. \_\_\_\_\_ Residence Landline No: \_\_\_\_\_
11. **Details of Financial Assistance received in past from KSB/RSB** (mention each one):  
Name of Grant \_\_\_\_\_ Amount Rs \_\_\_\_\_ year \_\_\_\_\_
12. **Bank's (SBI/PNB) Name and Address:** \_\_\_\_\_
  
13. **Bank A/c No.** \_\_\_\_\_ **14. IFS Code of Bank:** \_\_\_\_\_
14. **Addl Information, if any:** \_\_\_\_\_

### DECLARATION

15. I understand that this is just a welfare measure and I have no legal right on the amount requested for by me.
16. I solemnly declare that I have not received any financial assistance for construction of my house from the Govt/current employer or any other agency.
17. I hereby declare that the information furnished in this application is correct to the best of my knowledge.

applicant)

(Signature of the

### RECOMMENDATIONS BY ZSW OFFICER

18. Following original documents of ESM/Widow have been personally checked by ZSW Officer (photocopies attested by ZSWO are attached): -
  - (a) Discharge Certificate/book showing details of ESM or Widow of ESM. (b) ESM/Widow I-Card.
  - (c) Copy of letter for approval of home loan for dwelling unit, from the Govt financial institutions, nationalized Banks, PSU Banks etc.
  - (d) Copy of documentary proof showing ownership of house/flat.
  - (e) Calculation of interest on home loan up to Rs 1.00 Lakh from concern Bank.
  - (f) Details of Bank A/c No (in PNB/SBI only) and IFS Code

19. I hereby confirm that the information furnished above is correct as per original documents of the applicant. Hence, **the application is recommended.**

**Date :**

**Office Seal  
Dir/ZSWO**

**Signature:**

**Rank & Name:**

**Designation : Dy Dir/Asst**