

RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)

Ref. No. RFC/LA-12(6)/1361

Dated : 30.09.03

CIRCULAR
(LA-373)

Sub : Financing of Filter Press and auxiliary items for Marble Gangsaw Unit and Delegation of Powers thereof

In order to curb the environmental hazard in marble sawing units on account of marble slurry, the Corporation has been operating a scheme for financing of Pollution Control Equipments including Filter Press for Marble Gang saw units as circulated vide PG circular no. 922 dated 12.6.01. The Board of Directors in its meeting held on 19.9.03 while reviewing the existing scheme has made some amendments and approved the following new scheme

1. Financial assistance for acquiring Filter Press and auxiliary items for marble gangsaw units may be considered at nil security margin subject to the overall debt equity ratio of 2:1 and security debt ratio of 1.5:1 to following categories of the entrepreneurs:

A) Existing financed units fulfilling eligibility criteria of good borrowers/potential good borrowers scheme of the Corporation.

B) In case the unit is not financed by the Corporation but the fixed assets are free from all encumbrances and the unit is ready to mortgage existing as well as proposed assets to the Corporation to secure the proposed loan adequately.

2. Financial assistance for acquiring Filters press and auzillary items for other existing financed marble gangsaw units not covered under 1(a) above may be considered keeping 30% security margin subject to overall Debt Equity Ratio of 2:1 and Security Debt Ratio of 1.5:1

In case the adequate security is not available then the loan component against proposed Filter Press and auxillary

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items shall be reduced proportionately or the party shall be required to furnish some additional collateral security to meet the gap in the security.

The Board has also delegated the powers of sanctioning term loan for Filter press and auxiliary items for marble gang saw units to the concern Branch Manager irrespective of quantum of loan amount and outstanding loan to the existing loan account(s) till 31st March,04 so as to avoid inconvenience and to provide better services to the entrepreneurs at field level.

This supersedes the earlier PG circular No. 922 dated 12.6.01 issued in this regard.

(J. P. Vimal)
Executive Director