

RAJASTHAN FINANCIAL CORPORATION

HEAD OFFICE,
TILAK MARG,
JAIPUR.

Ref. No. RFC/LA-16(1)/340

Dated : 27.05.2004

: P&G CIRCULAR :
(LA No. 390)

**SUB : Enhancement of delegation of
Powers for sanction of loan.**

A PG Circular No. 889 Dated : 20-12-2000 for delegation of powers for sanction of loan was issued.

Keeping in view the enhancement in limits of sanction of loan of the Corporation and to expedite the disposal of loan application, the Board of Directors in its Meeting held on 17-05-2004 has decided to enhance the existing delegation of powers for sanction of loan both at field level and also at HO level as under :-

At field Levels :

The Branch Manager /DGM (R) /General Manager (ZO) have been empowered to decide the loan applications upto the following amounts :-

Delegation of Sanction powers :

- 1- Branch Manager
 - a) Dy. Manager (Incharge) Upto Rs. 15.00 lacs.
 - b) Manager Upto Rs. 25.00 lacs.
- 2- Dy. General Manager (Region) Upto Rs. 40.00 lacs.
- 3- General Manager (Western Zone) Upto Rs. 75.00 lacs.

NOTE :

- (i) All the cases /proposal at BO/RO/ZO level would be sanctioned by the Competent Authority on the recommendations of DLAC/LAC.
- ii) Cost over run upto 20% of the sanctioned amount of loan would be sanctioned (without changing the level of margin of security and promoter's contribution) by the respective Sanctioning Authority over and above the powers delegated for sanction of loan.
- iii) The special schemes & GB Schemes under which powers have not been delegated to field offices shall continue to be exercised at HO.
- iv) The loan for purchase of DG Set (upto 250 KVA) under D G Set scheme shall be sanctioned by the concerned authority within whose jurisdiction total outstanding falls after considering of the said loan.
- v) In loan cases of Scheme for financial assistance to industrial concern involved in commercial construction activities for development of residential houses /flats/ houses complex, sanctioning authority shall be RO/ ZO/ HO, as per their respective delegation of powers.
- vi) On loan cases of Schemes for financing against land in SEZ developed by RIICO, sanctioning authority shall be as per their respective delegation of powers.

At HO Level :

The powers of sanctioning loan by various authorities at Head Office have been enhanced to decide the loan applications upto the following amount :-

- (i) General Manager (Loans) Upto Rs. 75.00 lacs.
- (ii) Executive Director Upto Rs. 150.00 lacs & full powers under DG Set loan scheme exceeding 250 KVA.

- | | |
|---|--|
| (iii) Chairman & Managing Director
A) | Upto Rs. 500.00
lacs including loan
under Information
Technology Scheme. |
| B) Equipment Refinance Scheme | Full powers. |
| C) Cost Over Run | Upto 20% of the
sanctioned loan by
EC/ Board (without
change in margin of
security). |
| D) Joint Finance Cases appraised
by RIICO, All India Financing
Institutions /Banks. | Full Powers. |
| iv) Executive Committee : | Full powers for
loans above Rs.
500.00 lacs (Except
joint Finance
Cases). |
| v) Board : | Joint Finance cases
appraised by the
Corporation. |

NOTE :

- 1- The CMD is authorised to make need based relaxations in the terms and conditions in all sanctioned cases under various schemes of the Corporation.
- 2- The loan cases /proposals at HO level would be sanctioned by the Competent Authority as per the recommendations of PC&CC.
- 3- Further loan cases may be sanctioned by the Sanctioning Authority under whose jurisdiction total accommodation falls i.e. outstanding against the existing loan plus proposed loan.

The above revised (enhanced) limits of sanction (Field level and H. O. Level) would also be applicable for the loan cases under GB Scheme and it would be in addition to the powers for sanction of loan under General Loan Scheme.

: 4 :

The above changes may be incorporated in LA-2, at Serial No. 3.1 of Page No. 11 of P&G with regard to delegation of powers of field level and in LA-3, at Serial No. 3.1 (A), of Page No. 24 of P&G with regard to delegation of powers at HO level.

All concerned are advised to take note of above and ensure compliance.

Sd/-
(*J. P. Vimal*)
Executive Director