

RFC/P&G/1078

RAJASTHAN FINANCIAL CORPORATION

**HEAD OFFICE,
TILAK MARG,
JAIPUR.**

Ref. No. RFC/LA-13(11A)/1169

Dated : 24.09.2004

**: P&G CIRCULAR :
(LA No.404)**

Reg : Charging rate of interest on Flat Rate Basis.

The Scheme for providing financial assistance on Flat Rate Basis to the intending borrowers on the pattern of some banks /Financial Institutions was circulated vide P&G Circular No. 1060 Dated : 01.06.2004.

A proposal for reducing the rate of interest from existing 8.00% to 7.00% was placed before the Board of Directors in its Meeting held on 13.09.2004 to make the scheme more attractive. The Board considered the proposal and approved the rate of interest under Flat Rate System from 8.00% to 7.00% p.a. for entire repayment period based on EMI having minimum repayment period of five years (including moratorium period from six to twelve months) with a clause of premium @ 5.00% on outstanding balance on pre-payment in all schemes and in case of default, the Corporation shall charge interest @ 12.00% on the amount of default for the period of default. Accordingly, the Flat Rate of 7.00% based on EMI having minimum repayment period of five years (including moratorium period of six to twelve months) with the repayment clause and effective interest

rate in case of default as mentioned above shall be applicable in all schemes of the Corporation with immediate effect. No rebate for timely payment shall be allowed separately under this scheme. Other terms & conditions of this scheme shall remain unchanged.

All concern are advised to take note of above and ensure compliance of the same.

sd/-
EXECUTIVE DIRECTOR