

**RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)**

Ref. No.RFC/F.LA-12(71)/2080

Dated : 19.01.2008

**: P&G CIRCULAR :
(LA No. : 478)**

**Reg : SARAL SCHEME FOR SME SECTOR
(EXISTING INDUSTRIAL RUNNING UNITS)**

The Saral Scheme for SME Sector (existing industrial running units) was circulated vide P&G Circular No.1211 Dated : 01.12.2007.

In the scheme, under the clause "DISBURSEMENT" the following condition was stipulated :-

"The disbursement shall be made in three installments. First disbursement of 50% loan amount shall be made after satisfying the compliance of terms and conditions of sanction letter. The 2nd and 3rd disbursement of 25% loan amount each shall be made only after verifying the utilization of earlier disbursed amount in the project."

References have been received from the field offices for adopting similar procedure for disbursement as is being followed in Financing Against Assets Scheme.

The matter was discussed with some of the BMs and also in the Meeting of PC&CC held on 15.01.2008. After discussions, it has been decided to modify the condition regarding disbursement under the Saral Scheme as under :-

“The disbursement shall be made in one installment or such higher number of installments as the disbursing authority feels appropriate after satisfying the compliance of terms & conditions of sanction letter”.

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

**Sd/-
(PAWAN ARORA)
EXECUTIVE DIRECTOR**

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