

RFC/P&G/1238

RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref. No.RFC/LA-13(11)/ 1172

Dated : 03.10.2008

P&G CIRCULAR
(LA No. 492)

Reg : Revision in interest rate structure of the Corporation

Pursuant to increase in refinance rate by SIDBI vide circular dated 28.08.2008, the Board in its meeting held on 29.09.2008 has reviewed the Interest rate structure for its various loan schemes and it has been decided to revise the interest rate structure as per Annexure "A".

The revised rates shall be applicable in the loan cases to be sanctioned on or after 29.09.2008 and the loan cases sanctioned earlier but the execution of the loan documents (including token disbursement) of the same is to be done on or after 29.09.2008.

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

Sd/-
(A. K. Garg)
Chairman & Managing Director

ENCL : AS ABOVE.

Copy to :

- 1- Standard Circulation at HO,
- 2- All Branches /Sub-Offices,
- 3- DGM (A&I) Eastern & Western Zone,

Annexure 'A'

INTEREST RATE STRUCTURE EFFECTIVE FROM 29.09.2008

APPLICABLE FOR SSI /MSI /NON SSI SECTOR IRRESPECTIVE OF COST OF PROJECT

S. No	NAME OF THE SCHEME	DOCUMENTED RATE OF INTEREST	TIMELY PAYMENT REBATE	EFFECTIVE RATE OF INTEREST
1.	SME Sector Units (Industrial & Service Sector) Upto Rs. 50,000/.	12.25%	0.50%	11.75%
2.	SME Sector Units (Industrial projects) above Rs. 50,000/- & upto Rs. 20.00 Crores.	14.50%	1.25%	13.25%
3.	a)Financing Against Assets Scheme (Long & Short Term) & scheme for Financing for Builders /commercial /residential complexes/ Multiplexes, Hotels, Hospitals etc. for purchase of land & building.	17.00%	0.00	17.00%
	b)SaraI Scheme for SME sector	17.00%	1.00%	16.00%
4.	Construction of Commercial /Residential Complexes	17.00%	1.00%	16.00%
5.	a) Service Sector projects (excluding Serial No. 3 to 4) and including Hotel Projects	14.50%	1.25%	13.25%
	b)Tourism Projects (excluding hotel projects) and Hospitals/ Nursing Homes Projects.	14.50%	0.50%	14.00%

APPLICABLE FOR GOOD BORROWER SCHEMES

S. No	NAME OF THE SCHEME	DOCUMENTED RATE OF INTEREST	TIMELY PAYMENT REBATE	EFFECTIVE RATE OF INTEREST
1.	Short Term Loan Scheme (STL), Working Capital Term Loan Schemes (WCTL), Units Promoted By Good Borrower (UPGB), Special Purpose Working Capital Term Loan Scheme (SPWCTL).	14.50%	1.25%	13.25%
2.	Working Capital Term Loan to Non Assisted Units	14.50%	0.25%	14.25%
3.	Platinum Card Scheme	14.50%	0.75%	13.75%
4.	Gold Card Scheme	14.50%	0.50%	14.00%

Note :-

1.	In case of loans upto Rs. 5.00 lacs to SC/ST entrepreneurs the rate of interest shall be 2% less than the rate of interest applicable to other entrepreneurs in terms of PG circular No. 535 dated 7 th Aug., 1993.
2.	In case of loans upto Rs. 5.00 lacs, to disabled persons, a firm in which disabled person is partner having majority (not less than 51%) share, the rate of interest shall be 2% less than the rate of interest applicable to other entrepreneurs.
3.	Liquidated damages in case of default shall be charged on amount in default for the period of default at rates applicable prescribed by Corporation from time to time. No interest would be charged on the

	liquidated damages. However, the mode of appropriation of receipts shall remain uncharged.
4.	Interest on rehabilitation cases is to be charged as per the guidelines issued by the Reh. Cell.
5.	In the schemes where post dated cheques for equated quarterly / monthly installments are obtained, the cheques shall be taken net of rebate. It should be clearly mentioned that EQI/ EMI has been calculated in net of rebate i.e. at the interest rate ---% minus --% rebate. In case if the cheque is not realized then BO shall ask the borrower for enhanced amount of EQI/ EMI on actual rate of interest.
6.	No processing charges shall be levied under Card Loan Scheme under Good Borrowers.
7.	Service charges @ 1% p.a. are applicable quarterly in addition to the applicable interest on loans granted under WCTL Scheme of Good Borrowers and Pass Book Scheme NAU Scheme.
8.	The company / concern shall be eligible for timely payment rebate as per the prevailing policy of the Corporation from time to time.