

RFC/P&G/1240

RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref. No.RFC/LA-12(29)/1192

Dated : 06.10.2008

P&G CIRCULAR
(LA No. 494)

REG: SCHEME FOR FINANCING TO MEDICAL PRACTITIONERS FOR
PURCHASE OF MEDICAL/ DIAGNOSTIC EQUIPMENTS

The corporation has been catering to the financial needs of SME sector including the service sector units since inception. There has been persistent demand from the field that qualified doctors who have their medical establishment require financial assistance for procurement of medical/ diagnostic equipments for which they can offer suitable security of immovable properties. The Board in its meeting held on 29.09.2008 has approved a loan scheme to facilitate such qualified medical practitioners for efficient running of their medical establishments for procurement of medical/ diagnostic equipments.

Assistance under the Scheme will be available to qualified medical practitioners under the specified constitution in which at least one of the promoters has the minimum qualification of MBBS/ BDS/ equivalent qualification of Ayurvedic treatment from a recognized institution and is practicing on full time basis and employ the required specialists/ technicians for operating the medical equipments for which financial assistance has been sought from the corporation.

Purpose of loan under the scheme shall be for the procurement of equipments required for medical treatment including diagnostic, surgical, monitoring, therapeutic equipments and air conditioners, computers, furniture and ambulance.

Present MRV of land & building of marketable & mortgageable prime security/ collateral security (to be calculated as per prevailing norms) shall not be less than 150% of loan amount.

In addition to mortgage of land & building of property for prime security/ collateral security (as required), the P&M / equipments of the concern

(existing and proposed which are not already hypothecated to other banks/ FIs) shall also be hypothecated for the security of loan

The Scheme for Financing to Medical Practitioners for Purchase of Medical/ Diagnostic Equipments is enclosed herewith and marked as Annexure "A".

All concerned are advised to give wide publicity of the scheme and Branch Managers shall ensure that each and every existing loanee of the Corporation becomes aware of this scheme and simultaneously shall attempt to fetch maximum business under the scheme.

All concerned are advised to give wide publicity of the scheme and to take a note of above for ensuring compliance of the same.

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”

RAJASTHAN FINANCIAL CORPORATION (LOANS SECTION)

REG: SCHEME FOR FINANCING TO MEDICAL PRACTITIONERS FOR PURCHASE OF MEDICAL/ DIAGNOSTIC EQUIPMENTS

The corporation has been catering to the financial needs of SME sector including the service sector units since inception. The corporation proposes to launch a loan scheme to facilitate the qualified medical practitioners for efficient running of their medical establishments for procurement of medical/ diagnostic equipments.

1. Eligibility :

Assistance under the Scheme will be available to qualified medical practitioners under the specified constitution fulfilling the following:

- i) Atleast one of the promoter has the minimum qualification of MBBS/ BDS /equivalent qualification of Ayurvedic treatment from a recognized institution and is practicing on full time basis and employ the required specialists /technicians for operating the medical equipments for which the financial assistance has been sought from the Corporation.
- ii) The project should be commercially viable so that adequate cash surplus is generated for servicing the loan.

2. Items Eligible for Financing

- (a) Equipments required for medical treatment including diagnostic, surgical, monitoring, therapeutic equipments and air conditioners
- (b) Computers and furniture
- (c) Ambulance

3. Financial parameters

- | | |
|---|-----|
| i) Promoters' contribution | 40% |
| ii) Debt Equity Ratio | 2:1 |
| iii) Margin of security | |
| a) Equipments, air conditioners and Ambulance | 30% |
| b) Computers and furniture | 50% |

4. Security

Present MRV of land & building of marketable & mortgageable prime security/ collateral security (to be calculated as per prevailing norms) shall not be less than 150% of loan amount.

In addition to mortgage of land & building of property for prime security/ collateral security (as required), the P&M / equipments of the concern (existing and proposed which are not already hypothecated to other banks/ FIs) shall also be hypothecated for the security of loan.

5. Amount of loan:

Term loan from Rs. 5.00 lacs to 25.00 lacs shall be considered under this scheme depending upon the security margin/ security of loan mentioned above.

6. Rate of Interest

Rate of interest and timely payment rebate shall be as applicable for Hospital Projects.

7. Repayment period:

Loan shall be repayable within 4 years including 6 months moratorium period in Equated Quarterly Installments through PDCs

8. Undertaking:

The concern/ company shall submit an undertaking stating that they shall obtain all necessary approvals /permissions /licensees, required for the concerned project and shall renew /keep them valid during the currency of loan of the Corporation.

9. Sanctioning Authority:

The loan under the scheme shall be sanctioned by various sanctioning authorities as per the prevailing delegation of powers for sanction of loan.