

RAJASTHAN FINANCIAL CORPORATION  
(Technical Cell)  
Udyog Bhawan, Tilak Marg,  
Jaipur-302005

Ref: RFC/MTC(81)/334

Dated : 04.05.2009

05

CIRCULAR

Sub : PROCEDURE FOR CALCULATION OF MARKET REALISABLE  
VALUE (MRV) OF ASSETS.

Detailed guidelines were issued vide PG circular No. 1089 dated 02.11.2004 for calculation of MRV and the point No. 5(B) and 5 (C) of the circular are reiterated as under:

**5.B)** If the unit is not sold during next one year, even after revision of MRV or further 10 auctions, whichever is earlier, MRV be revised again by a team consisting of Technical Officer, Finance Officer, concerned Branch Manager and an officer deputed by the DGM ( R ) from Regional Office.

**5.C)** If the unit is not sold even after adopting step ( B ) above for a period of another one year or further 10 auctions, whichever is earlier, then DGM ( R ) should be associated with the team mentioned at step (B) and the MRV may again be revised.

Since the RO offices have been closed, the point No. 5 (B) and (C) are amended as under:

**5.B)** If the unit is not sold during the next one year even after revision of MRV or further 10 auctions, whichever is earlier, MRV be revised again by a team consisting of Technical Officer, Finance Officer, concerned Branch Manager and one officer from HO nominated by the GM (D).

**5.C)** If the unit is not sold even after adopting step ( 5.B ) above during a period of another one year or further 10 auctions, whichever is earlier, the MRV be again revised by a team consisting of Technical Officer, Finance Officer, concerned Branch Manager and one officer from HO nominated by CMD.

The above amendments may be noted and action be taken accordingly.

Further, it has been observed that the guidelines for calculation of MRV issued vide above circular are not being followed in letter and spirit. The guidelines were issued vide above circular for calculation of MRV of assets for properties being offered for collateral security as well as for industrial units taken into possession, for taking decision in the matter for approval of sale.

It has been observed that many times units are not disposed in view of unrealistic MRV calculated without giving due weightage to the factors laid down in above circular. It is therefore, reiterated that guidelines laid down in above circular be followed strictly so as to have fair assessment of MRV which may lead to quick disposal of units under possession.

The above amended guidelines should be followed strictly. All the concerned may take action accordingly.

  
**(Atul Kumar Garg)**  
**Chairman & Managing Director.**

**Copy to :**

- (i) All BOs/SOs
- (ii) DGM(A&I), Western zone and Central Zone .
- (iii) Standard circulation at HO