

**RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)**

**Udyog Bhawan
Tilak Marg
Jaipur-302005**

Ref. RFC/LA-13(1)/40

Dated : 09.04.2009

**: CIRCULAR :
(LA No. 503)**

Sub: Policy on Group Credit Exposure

The Board of Directors in the meeting held on 25.2.2009 has considered the matter regarding Credit Exposure limits as per RBI guidelines and fixed the exposure limits for individual applicant and group as 15% and 40% of capital funds of the Corporation respectively.

The Board has further noted the definition of a group i.e. if a person controls the companies/firms or/is having controlling stake/shareholding of more than 50% then the person/company/firm is to be considered as a group.

This definition will be applicable to all loan cases subject to the position of capital funds of the Corporation prevailing at the time of sanction. At present, capital funds stand at Rs.130.48 crores, as per balance sheet dated 31.3.08. However, these conditions shall not be applicable to the loan cases already cleared by PC&CC upto 25.2.09.

Accordingly, it is directed that compliance of the above said exposure limit for individuals and group may be ensured and relevant information in the consolidated data sheet may be incorporated alongwith following details while considering the loan applications:
(Amt in lac)

Sl. No.	Name of the unit/ sister concern/ family concern	Name of the director/ share holder / partner/ Proprietor	Amt. sanct.	Amt Disb.	Amt. O/S		% of share holding
					P.Sum	Intt. Total	

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

**Sd/
(ATUL KUMAR GARG)
Chairman & Managing Director**

Copy to:

1. Standard circulation at HO
2. All Branches/SOs
3. DGM(A&I), Eastern & Western Zones.