

RAJASTHAN FINANCIAL CORPORATION  
(LOANS SECTION)

Udyog Bhawan,  
Tilak Marg,  
JAIPUR-302 005.

Ref.No. RFC/ LA-12(71)/456

Dated : 02.07.2009

: P&G CIRCULAR :  
( LA No. 510 )

Reg : Saral Scheme for SME Sector

Attention is invited to P&G Circular No. 1211 dated 01.12.2007 containing the Saral Scheme for SME Sector and amendments made vide P&G Circular No. 1215 dated 19.01.2008 and P&G Circular No. 1219 dated 12.02.2008. The PC&CC in meeting held on 9<sup>th</sup> June, 2009 has reviewed the scheme and has decided as under :

- 1) The repayment period under the scheme has been increased from 3-1/2 years to 5 years including moratorium period not exceeding 6 months.

Accordingly, clause No. 6 regarding repayment period under the scheme has been modified.

- 2) Clause No. 8 regarding the rate of interest has been amended by incorporating the following provisions:

- a) The rate of interest has been reduced from 17.00% p.a. to 15.50% p.a. and the timely payment rebate shall be @ 1.00% p.a. under the scheme. The effective rate of interest is 14.50% p.a. A circular regarding the Interest Rate structure has been issued separately.

- b) In the loan cases where the exposure is upto Rs. 5.00 crores(including existing outstanding loan amount and proposed sanction amount), the documented rate of interest after three years (from the date of first disbursement) shall be the prevailing rate of interest at that time or the existing rate of interest whichever is higher.

c) In the loan case where the exposure exceeds Rs. 5.00 crores (including existing outstanding loan amount and proposed sanction amount), the documented rate of interest shall be reset every 12 months during currency of loan from date of first disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher.

Other terms and conditions shall remain unchanged.

All the concerned are advised to incorporate these amendments in the scheme at appropriate places and ensure compliance of the same with immediate effect.

Sd/-  
(Atul Kumar Garg)  
Chairman & Managing Director

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2. Standard Circulation at HO.
3. DGM(A&I), Eastern & Western Zone