

RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref. No. RFC/ LA-16(1)/909

Dated : 16.09.2009

: PG CIRCULAR :
(LA No. 518)

Reg : Delegation of sanctioning powers in case of Industrial units proposed to be set-up on converted land in Isolated Areas.

Attention is invited to P&G Circular No. 1149 dated 08.05.2006 on the subject cited above. The captioned matter was reviewed by PC&CC in the meeting held on 28.08.2009. For convenience of entrepreneurs it has been decided that loan cases of industrial units proposed to be set up on converted land in isolated areas (Including mining lease) shall now be processed and considered for sanction by the concerned branches within their respective delegated sanctioning powers subject to maximum loan amount of Rs. 50.00 lacs. While processing such loan cases following shall be ensured.

1. Prior approval from HO shall be obtained by sending the summarized position of the case in the enclosed proforma.
2. Cautious approach shall be adopted while processing such loan cases.
3. Collateral security of marketable & mortgageable immovable properties situated in Urban areas not less than the term loan amount is to be obtained.
4. Clear approach shall be ensured as per the prescribed guidelines issued by the Law Section.

Applications for above Rs. 50.00 lacs shall be sanctioned at HO as under :

Sanctioning Authority	Loan amount
Chairman & Managing Director	Above Rs. 50.00 lacs and upto Rs. 500.00 lacs.
Executive Committee	Above Rs. 500.00 lacs

Other guidelines will remain unchanged.

The above changes may be incorporated in the chapter LA-2, at Serial No. 3.1 of page no. 11 with regard to the delegation of powers of field level and in chapter LA-3, at serial no. 3.1 (A), of page no. 24 with regard to the delegation of powers at HO level in the P&G.

All concerned are advised to take a note of above & ensure compliance with immediate effect.

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

Encl. As above.

Copy to :

1. All BOs / SOs.
2. Standard Circulation at HO.
3. DGM(A&I), Eastern & Western Zone

RAJASTHAN FINANCIAL CORPORATION
BRANCH OFFICE : _____

Reg : Industrial units proposed to be set up on converted land in isolated area.

Sub : Prior clearance for processing the case at Branch Level of M/s.

S. No.	Particulars	
1	Name of the concern & constitution	
2	Address i) Correspondence Address ii) Works/Site address	
3	Amount of loan applied & name of the loan scheme	

4. Details of project :

a) Brief introduction :

b) Cost of project & Sources of finance : (Rs. in lacs)

Particulars	Existing as on -----	Proposed	Total
Cost of Project			
Land			
Building			
Plant & Machinery			
Misc. Fixed Assets			
Prel. & Pre-Operative Exp.			
Working capital Margin			
Total			
Sources of Finance			
Own capital			
Internal accruals			
Unsecured Loans			
Term loan from RFC			
Total			

5. Details of the land of the proposed unit including size & area of land, location, clear approach etc (attach title examination report)

6. Details of collateral security and its MRV (attach title examination report)

7. **Details about the promoters :**

1) Total Net worth of all the promoters :

i) Movable assets : _____

ii) Immovable assets : _____

Total : _____

2) Details of Income tax paid by the promoters during last three assessment years.

S. No.	Assessment year	Income assessed	Tax paid

8. Details of sister concern/unit (for preceding three years) in which the borrower is interested as Proprietor /Partner/Director :

S.No.	Name of concern/Sister concern	Nature of activity	Income/Sales	Net profit	Cash profit

9. Repayment Behavior (If the loanee is existing borrower of the Corporation)

The Corporation has considered following loan to the unit :

S.No.	Date of sanction	Amount sanctioned	Amount disbursed	Amt overdues	Amount outstanding

10. Position of loan cases sanctioned under the above category cases :

(Rs. in lacs)

No. of cases	Amount sanctioned	No. of cases in default	Amount in default	Amt. outstanding

11. Comments/Recommendation of Branch Manager :

S.No.	Particulars	Comments/Recommendation
i)	On examination of title documents	
ii)	Comments on clear cut approach to the site	
ii)	Justification for considering term loan	

Signature of checked by
AM/DM concerned

Signature of Branch Manager
Date : _____