

RAJASTHAN FINANCIAL CORPORATION
(LOANS SECTION)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref. No. RFC/ LA-13(4)/1059

Dated : 08.10.2009

: PG CIRCULAR :
(LA No.521)

Reg : Repayment period under SME Sector project loan cases.

Suggestions have been received during the Branch Managers' Meeting held on 31.08.09 that the matter regarding a longer repayment period should be reviewed looking to the nature, risk & parameters of project.

Accordingly the matter was placed in the PC&CC meeting held on 09.09.2009 and it has been decided that on the request of the party the repayment period may be considered beyond seven years and upto 10 years (inclusive of moratorium period) depending upon the DSCR position of the project under SME sector project loan cases.

However, the documented rate of interest after seven years shall be higher by 1.00% p.a. than the existing rate of interest or the prevailing rate of interest at that time whichever is higher as under :

Repayment period	Increase in Intt. Rate
- Upto seven years	Nil
- Above seven years but upto eight years	0.50%
- Above eight years but upto nine years	0.75%
- Above nine years but upto ten years	1.00%

Other norms will remain unchanged.

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

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

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