

**RAJASTHAN FINANCIAL CORPORATION**  
(Credit Policy & Monitoring)

Udyog Bhawan  
Tilak Marg  
Jaipur-302 005

Ref. RFC/F/LA-12(65)/10

Dated : 02.01.2012

**:PG CIRCULAR:**  
**(LA No. 587)**

**Reg. : Top-up loan scheme for existing borrowers of MSME.**

The aforesaid loan scheme was introduced vide PG circular No. 1401 dated 23.11.2011. A note regarding top up loan scheme for existing borrowers of MSME was placed before the Board in its meeting held on 01.12.2011 for ex-post facto approval. The Board has desired to further simply the scheme, so as to cover those cases also in which only one reschedulement has been allowed and the loanee is paying strictly as per the reschedulement. The Board further desired to enhance the eligible loan amount on the basis of present MRV. The proposed modification in the scheme as per observations of Board was placed before PC&CC in its meeting held on 19.12.2011 and decided to make following modification in the scheme :-

S.No.	Particulars	Existing guidelines	Modified guidelines
1	Eligibility criteria No. 4	There should not be any reschedulement/ waivement (including penal interest) / settlement in the loan account of the unit and its sister concern during last 3 years.	There should not be more than one reschedulement, waivement (including penal interest, settlement in the loan account of the unit and its sister concerned during the last three financial years.  However, those cases in which only one reschedulement has been allowed and who have paid four installments of principal as per revised schedule, the amount eligible for computation of loan under top-up scheme should be the amount paid by the applicant after the

			reschedulement. In such cases, the criteria No (iii) i.e. standard account since inception shall not be applicable.
2	Amount of loan	A higher loan amount (in excess of principal repaid) maximum upto 60% of MRV of security (land and building and collateral) minus existing outstanding may be admissible. However, this additional loan over and above principal repaid shall not exceed 25% of the principal sum repaid.	A higher loan amount (in excess of principal repaid) maximum upto 60% of MRV of security (land and building and collateral) minus existing outstanding may be admissible.

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

Sd/-  
(Yaduvendra Mathur)  
Chairman & Managing Director

Copy to :

1. All BOs/ROs/SOs.
2. DGM (A&I)
3. Standard circulation at HO.