

RFC/P&G/ 1473

RAJASTHAN FINANCIAL CORPORATION
(Credit Policy & Monitoring Division)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref. No. RFC/LA-13(11)/223

Dated : 01.01..2015

P&G CIRCULAR
(LA No. 628)

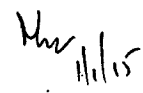
Reg : **Revision in the interest rate structure of the Corporation.**

Attention is invited to PG Circular No. 1447 dated 12.09.2013 vide which interest rate structure of the Corporation was circulated.

The interest rate structure for various loan schemes was placed before the Board of Directors in its meeting held on 24.12.2014. After discussions, the Board has approved to revise the interest rate structure as per Annexure "A".

The revised rates shall be applicable to the loan cases to be sanctioned on or after issuance of circular and on the loan cases sanctioned earlier, but the loan documents are to be executed after issuance of the circular.

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


(**Maneesh Chauhan**)
Managing Director

Encl. : As Above.

Copy to :

1. Standard Circulation at HO.
2. All Branches /A&I

INTEREST RATE STRUCTURE EFFECTIVE FROM 01.01.2015**APPLICABLE TO MSME /NON MSME SECTOR IRRESPECTIVE OF COST OF PROJECT**

S. No.	NAME OF THE SCHEME	RATE OF INTEREST
1.	MSME Sector Units (Industrial & Service Sector) Upto Rs. 50,000/.	11.25%
2.	MSME Sector Units (Industrial projects) : i) Loan above Rs.0.50 lac to Rs. 500.00 lacs ii) Loan above Rs.500.00 lacs to Rs.2000.00 lacs	12.75% 13.00%
3.	MSME Service Sector projects (including Hotels projects, Guest-House projects, Tourism Projects, Hospitals/ Nursing Home Projects and Medical Equipment Scheme cases)	13.50%
4.	a) Scheme for Financing Against Assets b) Scheme for Financing for Builders/commercial /residential complexes/ Multiplexes, Hotels, Hospitals etc. for purchase of land & building c) Saral Scheme for SME sector	16.00% 19.00% 14.50%
5.	Projects for Construction of Commercial /Residential Complexes	15.50%

APPLICABLE TO GOOD BORROWER SCHEMES

S. No	NAME OF THE SCHEME	RATE OF INTEREST
1.	a) Short Term Loan Scheme (STL), Working Capital Term Loan Schemes (WCTL), Special Purpose Working Capital Term Loan Scheme (SPWCTL). b) Units Promoted By Good Borrower (UPGB)	12.50% 12.75%
2.	Working Capital Term Loan to Non Assisted Units	14.00%
3.	Platinum Card Scheme	12.50%
4.	Gold Card Scheme	12.50%
5.	Flexi Loan Scheme	13.50%

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NOTES :-

1.	In case of loans upto Rs. 5.00 lacs to SC/ST entrepreneurs the rate of interest shall be 2% less than the rate of interest applicable to other entrepreneurs in terms of PG circular No. 535 dated 7 th Aug., 1993.
2.	In case of loans upto Rs. 5.00 lacs, to disabled persons, a firm in which disabled person is partner having majority (not less than 51%) share, the rate of interest shall be 2% less than the rate of interest applicable to other entrepreneurs in terms of PG Circular No. 612 dated 13.06.1995.
3	In case of loans upto Rs. 5.00 lacs, the rate of interest shall be 1% less under Scheme for Women Entrepreneurs in terms of P&G circular No. 1353 dated 10.11.2010.
4.	Liquidated damages in case of default shall be charged on amount in default for the period of default at rates applicable prescribed by Corporation from time to time. No interest would be charged on the liquidated damages. However, the mode of appropriation of receipts shall remain uncharged.
5.	In all cases Post Dated Cheques/ECS for equated quarterly / monthly installments are to be obtained as per norms. ECS/Cheques shall be taken for EQI/EMI based on documented rate of interest. It should be clearly stipulated that EQI/ EMI has been calculated on documented rate of interest. In case cheque is not realized, the BO shall ask the borrower for enhanced amount of EQI/ EMI by including applicable rate of liquidated damages.
6.	Credit Rating System for differential rate of interest is in abeyance.
7.	No condition for reset clause for charging interest rate is to be stipulated.

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