

RAJASTHAN FINANCIAL CORPORATION
(Credit Appraisal Section-1)

Udyog Bhawan
Tilak Marg
Jaipur-302005

Ref. RFC/CRE-1/166

Date: 11.08.2017

CIRCULAR
(CAS- 90.)

Reg: **Financing to CRE Cases**


While reviewing the non performing assets by the Board in its meeting held on 15.03.2017, the Board desired that in CRE cases the Corporation should review the existing guidelines and see what additional safeguard need to be adopted to protect the interest of the Corporation. The matter was examined & modifications were placed before the Board in its meeting held on 28.06.2017. After discussions the Board approved the following amendments for CRE cases:-

- i) The margin of security on land, building, P&M & MFA is increased from 40% to 50%. Accordingly, the promoter contribution is also revised i.e. minimum 50% of project cost for Residential Complex and 60% of the project cost for Commercial Complex.
- ii) Norms of Rajasthan Real Estate (Regulation and Development) Rules, 2017 shall be strictly complied by the party as per the Act.
- iii) NOC for sale of commercial/residential area shall be issued after depositing 60% sale price (as per approved project report).

It was also decided that a cautious approach needs to be adopted and cases where the promoters are sound may only be considered.

Other terms & conditions of the scheme will remain same.

All concerned are advised to take a note of above and take action accordingly.


(Anoop Khinchi)
Managing Director

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AM/MS
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