

RFC/PG/1495

RAJASTHAN FINANCIAL CORPORATION
(Credit Policy & Business Development Division)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref.No.: RFC/LA-12(65)/126

Dated: 11.01.2016
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CIRCULAR
(LA No. 645)
(CPBD-23)

Reg:- Top Up loan Scheme.

The Top Up loan Scheme for existing borrowers of MSME was introduced vide PG Circular no. 1401 dated 23.11.2011.

The scheme was placed before the Board of Directors in its meeting held on 01.12.2011 & in view of the decision of meeting, modifications in the scheme were made vide PG Circular no. 1407 dated 02.01.2012. As per the modification, a higher loan amount (in excess of principal repaid) maximum upto 60% of MRV of security (Land, Building & Collateral Security) minus existing outstanding is admissible. The rider that additional loan over and above the principal repaid shall not exceed 25% of the principal sum repaid, was removed from the scheme.

References were received from field offices regarding admissibility of loan amount. Loan applications are being received for very high loan amount compared to original sanctioned loan amount under the scheme.

Therefore, the matter was placed before Board of Directors in its meeting held on 29.12.2015 and it was decided that the higher loan amount maximum upto 60% of the MRV of the security (Land, Building & Collateral Security) less existing outstanding may be admissible under the Top Up loan scheme with the stipulation that the additional loan over and above the principal repaid shall not exceed 25% of the principal sum repaid. All other terms and conditions of the scheme shall remain unchanged.

All concerned are advised to make necessary changes in the scheme at appropriate place and act accordingly.

Mu 11/1/16
(Maneesh Chauhan)
Managing Director

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