

**RAJASTHAN FINANCIAL CORPORATION**  
(Credit Policy & Business Development Division)

Udyog Bhawan,  
Tilak Marg,  
JAIPUR-302 005.

Ref.No.: RFC/LA-13(4)/44

Dated : 16.07.2015

**CIRCULAR**  
(LA No. 628 )  
(CPBD-8)

Reg: **Application fee.**

Presently, application fee is being charged at the time of accepting of loan application as per PG circular no.1467 dated 15.07.2014. The application fee is being charged as per PG circular no.1111 dated 25.06.2005. The guidelines also exist regarding refund of application fee upto 75% in some cases which are closed by the Corporation.

References were received to review the policy regarding refund of application fee in closed cases. The Board in its meeting held on 29.06.2015 has prescribed new policy guidelines in supersession of the existing policy on refund of application fee. Accordingly, henceforth the Corporation may refund 90% of application fee in place of 75% in following circumstances:-

1. Where applicant concern is not an industrial concern under SFCs Act.
2. Where application attracts restrictive provisions of SFCs Act.
3. Where industry is not to be encouraged within the existing framework of Corporation's financing.
4. Where case is not cleared by PC&CC/IPC meeting and/or the party has not agreed on the terms and conditions stipulated by PC&CC/IPC meeting during the course of discussions in such meetings.
5. If the loan application is not put up before IPC/PC&CC for want of required information/documents and the case is closed. Similarly, in GBD cases, if unit does not fulfill eligibility criteria like security debt ratio, debt equity ratio, incurring losses etc. and cases are closed due to non eligibility criteria for sanction.

In case the loan application is reopened after a lapse of more than 3 months from the date of its closure, then 10% loan application fee shall be got deposited afresh and the case may be allowed to be reopened subject to the condition that 90% of the earlier loan application fee had not been refunded. In case if 90% of the loan application fee had already been refunded earlier, then in that eventuality party has to deposit full loan application fee afresh.

*Handwritten signature*

Contd...

The guidelines will be effective from the date of issue of circular. The cases where loan application fee has been refunded will not be reopened.

Necessary changes may be made in PG at the appropriate places.

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

*Mw 16/7/15*  
(Maneesh Chauhan)  
**Managing Director**

Copy to:

1. Standard Circulation at HO.
2. All Branch Offices/F.C.