

RAJASTHAN FINANCIAL CORPORATION

(Credit Policy & Business Development Division)

Udyog Bhawan,
Tilak Marg,
JAIPUR-302 005.

Ref.No.: RFC/LA-13(3)/13

Dated : 28.04.2015

CIRCULAR
(LA No. 635)**Reg : Repayment period in General Loan Scheme, Hospitals, Nursing Homes, Hotel & Tourism related Projects.**

Suggestion was received in Branch Managers meeting held on 09.03.2015 to increase repayment period in General Loan Schemes, Hospital, Nursing Homes, Hotel & Tourism related Projects. Accordingly, an agenda was placed before the Board in its meeting held on 19.03.2015.

After discussion, the Board decided that the repayment period in General Loan Scheme, Scheme for Hospitals & Nursing Homes and Scheme of Hotels, Restaurant and other tourism related units may be kept from 5 to 10 years including moratorium period of 6 to 18 months depending upon cash generation of the project.

It was also decided that the repayment period may be shifted on ballooning system in schemes for Hotels, Restaurant & other tourism related activities. The ballooning system for repayment period for 8 years, 9 years and 10 years is as follows:-

Year (after expiry of moratorium period)	Yearly repayment to be made as % of loan amount		
	In case total repayment period (including moratorium period) is allowed for 8 years.	In case total repayment period (including moratorium period) is allowed for 9 years.	In case total repayment period (including moratorium period) is allowed for 10 years.
1 st Year	5.00	3.00	2.00
2 nd Year	7.50	5.00	4.00
3 rd Year	12.50	10.50	8.00
4 th Year	17.50	14.50	11.00
5 th Year	25.00	19.00	14.00
6 th Year	32.50	23.00	17.00
7 th Year		25.00	20.00
8 th Year			24.00

The above guidelines are for minimum repayment for the repayment period as per the table but the sanctioning authority may allow faster repayment based on projected cash generation.

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

Maneesh Chauhan
(Maneesh Chauhan)
Managing Director

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