

RAJASTHAN FINANCIAL CORPORATION
(GOOD BORROWER DIVISION)

UDYOG BHAWAN,
TILAK MARG,
JAIPUR.

Ref. No.F.RFC/GBD/Gen-149/798

Dated : 21.09.2011

CIRCULAR

**Subject : Modifications in the parameters of " Flexi loan Scheme"
for Good Borrowers**

The Corporation have recently launched Flexi loan scheme for Good Borrowers. During course of implementation of above scheme, we have received number of suggestions/references from field offices for making the scheme simple and more attractive to generate more secured business.

Keeping in view the above and some practical difficulties being faced, in operating the scheme, the matter was discussed in the PC&CC meeting held on 12.09.2011 in which following amendments were approved in the " Flexi loan scheme" with the immediate effect.

- a) The Security Debt ratio shall be maintained at 1.5:1 in place of 2:1, as considered in other GB Schemes.
- b) The linkage of the cash profit for loan admissibility is dispensed with.
- c) In case, the loan limit is not renewed after three years; the party will have the option to repay the outstanding loan either in one installment or in maximum twelve equated monthly installments (EMI) with interest (on the rate of interest prevailing at that time or the documented rate of interest whichever is higher)
- d) It has also decided to increase the upper ceiling of the loan amount to Rs 200.00 lacs if the party comes for renewal after three years; subject to fulfilling of the other clauses of the eligibility and admissibility criteria on the rate of interest prevailing at that time or the documented rate of interest whichever is higher.

The necessary amendments may be made in the scheme accordingly. In light of above modification the circular no. PG 1390 dated 8.8.2011 stands withdrawn. The other existing guidelines and provisions of the scheme shall remain unchanged.

All concerned are advised to take a note of above.



(Yaduvendra Mathur)
Chairman Cum Managing Director

Copy to :

- 1- All BO(s)/SO(s).
- 2- Standard Circulation at HO.
- 3- DGM (A&I), Ajmer/ Jodhpur.

SEP 2011