RFC/P&G/1055

RAJASTHAN FINANCIAL CORPORATION

HEAD OFFICE, TILAK MARG, JAIPUR.

Dated: 27.05.2004

Ref. No.RFC/LA-11(31)/341

: P&G CIRCULAR : (LA No. 391)

SUB: Processing Charges before conveying sanction advice/ issue of sanction advice.

The Corporation has been levying processing charges @ 1% of the sanctioned amount of loan before conveying sanction advice as per PG Circular No. 887 Dated : 12.12.2000. A proposal for revision /increase in processing charges was placed before the Board of Directors in its Meeting held on 17.05.2004.

The Board has considered the proposal and approved the following scale of processing charges to be collected from the borrowers before issue of sanction advice in the cases sanctioned on or after 01-06-2004:

I) Processing Charges in Loans Sanctioned Cases:

S.No.	Amount of loan sanctioned	Processing charges
A)	Upto Rs. 25,000/-	NIL
B)	From Rs. 25,001/- to Rs. 50,000/-	1%
C)	From Rs. 50,001/- to Rs. 2.00 lacs	1.1%
D)	From Rs.2,00,001/- to Rs.5.00 lacs	1.15%
E)	Exceeding Rs. 5.00 lacs	1.2%

II) Processing charges in GB Card Scheme (Platinum /Gold /Silver Card Scheme).

In Good Borrowers Card Schemes (Platinum /Gold /Silver Card Scheme) the Board has decided that processing charges shall not be levied in the cases sanctioned on or after 01-06-2004 so as to boost business of the Corporation.

The above changes may be incorporated in LA-2 at Sl. No. 4.4 of Page No. 16 of P&.

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

Sd/(J. P. Vimal)
Executive Director