

RAJASTHAN FINANCIAL CORPORATION

Udyog Bhawan, Tilak Marg, Jaipur-5
(RRM DIVISION)

Ref.No. RFC/23FR/HO/ Policy-8/ 1329

Dated: 03.04.2012
10-04-2012

CIRCULAR (No.FR-688)

Sub: Charging interest rate for the delayed period on
unpaid settlement amount

Attention is invited to Circular No.FR-463 dated 07.07.2007 whereby it was conveyed that "in the cases to be settled now onwards 13% p.a. interest on simple basis instead of 16% p.a shall be charged, if settled amount is accepted in instalments. In case the party defaults as per schedule of payment, extension with the approval of competent authority will be done by charging interest @ 16% p.a. on simple basis".

As per existing practice, on depositing the entire settlement amount with delayed period interest, proposals received from the BOs for condonation of delay for approval from the competent authority i.e. CMD, which causes delay in decision making. Therefore the matter was reviewed and to facilitate the borrowers and speedy disposal of such matters, following decisions have been taken with immediate effect:

- (i) To charge interest @ 13% p.a. instead of 16% p.a. on simple basis for the delayed period on the unpaid settlement amount.
- (ii) The competent authority to decide such matter would be the Dy.General Manager (Operations)

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


(Yaduvendra Mathur)
Chairman & Managing Director

Copy to:

1. All BOs/SOs
2. A&I, Ajmer/Jodhpur
3. All DGM (Operations)
4. Standard circulation at HO.