

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 1ST Meeting of the Project Clearance & Consultative Committee during the Financial Year 2011-12 held on Thursday, the 28th day of April, 2011 at 3.30 PM, under the Chairmanship of Shri Pradeep Sen, CMD. The following were present :-

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " SUKHAVEER SAINI : GENERAL MANAGER (Dev.)
- 4- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 5- P. K. SINGH : DY.GEN. MANAGER (CAS-I)

Shri H. C. Khunteta, MGR (CAS), Shri J. N. Sharma, MGR (CAS), Shri R. K. Gupta, MGR (Tech), Shri Anil Goyal, DM (Tech) Shri Ashok Agarwal, DM (GBD), Smt. Saroj Bagadia, DM (GBD), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :-

32/1	Record of minutes of the PC&CC held on 28.03.2011	Minutes of 32 nd PC&CC Meeting held on 28.03.2011 confirmed.
32/2	Statement showing the position of	Noted.

	compliance of PC&CC decision taken on 28.03.2011	
32/3	Position of the loan cases cleared by the PC&CC as on 26.04.2011	Noted.
32/4	M/s. Veer Tejaji Garnimarmo (P) Ltd., Rajsamand	Shri Ram Kishan Choudhary, one of the Directors of the company, attended the meeting. While considering the case, it was noted by the committee that the promoters are good borrowers of the Corporation & have availed a number of loans (including Platinum Card Loans) in their sister concern namely M/s. Asha Marbles Pvt. Ltd. Further it was observed by the Committee that major exposure would be in P&M costing of Rs. 136.00 lacs. After discussions, the committee decided to clear the case in principle for detailed appraisal under Project Loan Scheme of the Corporation for manufacturing of marble slabs & tiles to the company at Village : Pasoond, Rajsamand, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 12.00% p.a. payable in quarterly installments.

		In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) Since the land has been converted under the Conversion Rules 2007; the committee decided not to insist on the approved building map. <u>Regarding collateral security :-</u> On the point of securing the proposed loan the representative of the applicant company disclosed that the promoters do have immovable property in their respective names which, it was felt could be offered as collateral security. It was, therefore, thought appropriate to ask the applicant company to furnish mortgageable and marketable collateral security of immovable properties situated in urban areas at least to the extent of Rs.60.00 lacs. The representative Director may be asked for a written consent to the same within ten days. In case consent is not received the case may be closed.
32/5	M/s. Feminine & Infant Healthcare (P) Ltd., Bhiwadi	Shri Rajesh K. Shah, one of the Directors of the company, attended the meeting. During the course of discussions, the committee observed the following key points of the case :-

		a) The cash profit (including depreciation) & sales of existing one machine as on 31.03.2010 of the company were Rs. 40.00 and Rs. 340.53 lacs, respectively. The Director informed that after taking into consideration two more machines, the cash profit & sales would be Rs. 120.00 lacs and Rs.1033.59 lacs, respectively. Against this, repayment installment on Rs. 6.00 crores loan, proposed by the Appraisal Team, for a year would be to the tune of Rs, 141.72 lacs. Given the gap in the projected annual profits and the repayment liability, the representative Director could not explain how the company would be able to make timely repayments of the loan. Besides, the representative Director was categorical that a loan of any amount less than Rs, 9.00 crores would not be acceptable. If this were to be considered, the annual repayment installment would come to Rs. 212.56 lac, an amount much higher than the projected profits. The representative Director could not explain as to how the term loan of Rs. 9.00 crores would be repaid;
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		based on the aforesaid profitability when the cash generation is not adequate to repay a lower amount of term loan of Rs. 6.00 crores. b) The company is having a dispute with their banker M/s. Vasai Janta Sahakari Bank Ltd., Mumbai with regard to their insurance claim and in the term loan and in WCTL account. Presently, no interest is being charged in these accounts. A writ petition has been filed by insurance company (The New India Assurance Co. Ltd.) against the company and the banker & is pending in Honb'le High Court of Mumbai; therefore, the matter is sub-judice. In case of any adverse decision by the Hon'ble court against Insurance claim; there might be heavy burden of dues which may adversely affect the liquidity of the company. In view of this position these accounts are NPA being no repayment made as per the facts stated in Balance sheet. c) There is a charge registered with ROC, Mumbai against the company amounting to Rs. 45.00 lacs of the year 1996.
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		d) As per Certificate dated : 19.07.2003 of M/s. Vasai Janta Sahakari Bank Ltd., Mumbai for a term loan of Rs. 28.00 lacs (sanctioned in the year 1998) and certificate dated : 05.05.2003 for a term loan of Rs. 56.00 lacs (sanctioned in the year 1996) the bank has mentioned that they have fully settled loan account with interest. It shows that the dealings with the bank were not satisfactory & the creditworthiness of the company is doubtful. However, even after issuance of letter & reminders to banks; no clarification has so far been received in details of settlement. e) The company proposes to carry out the job work of M/s. Johnson & Johnson Ltd. The agreement /contract says that M/s. Johnson & Johnson Ltd., shall have the right to terminate the contract without assigning any reason and without liabilities with prior notice of three months; and by removing P&M. the project would not be viable. f) The company has taken land from RIICO on deferred payment basis; it still has to pay an amount of Rs. 3.24 crores. Besides, the
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		allotment by RIICO is for manufacture of garments; it will have to obtain formal permission for using the land for manufacture of sanitary napkins. Keeping in view the above facts the committee decided to reject the case.
32/6	Note Reg. Share premium as a source of promoter's contribution.	The Agenda Note was discussed in detail, thereafter it was decided by the committee that information be gathered from SIDBI & other SFCs / Banks on this matter. The matter along with the said information, be placed again before the Committee.

The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-1)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 2nd Meeting of the Project Clearance & Consultative Committee during the Financial Year 2011-12 held on Thursday, the 30th day of June, 2011 at 11.30 AM, under the Chairmanship of Shri Pradeep Sen, CMD. The following were present :-

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 4- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 5- A. DIXIT : DY.GEN. MANAGER (CAS-II)

Shri H. C. Khunteta, MGR (CAS), Shri J. N. Sharma, MGR (CAS), Shri R. K. Gupta, MGR (Tech), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :-

2/1	Record of minutes of the PC&CC held on 28.04.2011	Minutes of 1 st PC&CC Meeting held on 28.04.2011 confirmed.
2/2	Statement showing the position of compliance of PC&CC decision taken on 28.04.2011	Noted.

2/3	Position of the loan cases cleared by the PC&CC as on 28.06.2011	Noted.
2/4	M/s. Golden Haveli Hotel, Jaisalmer.	The Agenda Note was discussed in detail; the Committee noted the observations of Law Section with regard to examination of title documents of land. In the instant case the Corporation has already granted two term loans (total amounting to Rs. 40.00 lacs) on the same property in the year 2008 and 2009. The unit is regular in repayment of its dues and the present outstanding is Rs. 17.75 lacs only. Further the proprietor has agreed to extend further charge on another security which is in the name of Hotel Sona Killa (financed by the Corporation in the year 2010; the value of assets is Rs. 56.11 lacs against which o/s is Rs. 27.92 lacs). After detailed discussions, in view of past track record of the concern and the available security, the committee cleared the case in principle for appraisal under FAAS for a further term loan not exceeding Rs.45.00 lacs for further construction, renovation & for purchase of equipments for hotel & restaurant purpose at New Ward No. 12, Plot No. 258, Bera Road, Jaisalmer on usual terms & conditions including the

		following:- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after three years (from the date of first disbursement) which shall be the prevailing rate of interest at that time or existing rate of interest; whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in five years including moratorium period of 6 months. c) The proprietor Shri Gazi Khan shall furnish his personal guarantee for the repayment of existing & the proposed loan alongwith interest and other charges thereon. d) Further charge shall be created in favour of Corporation on the assets of
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		M/s. Sona Killa Hotel, located Plot No. 1324-B, Bera Road, Jaisalmer for the security of this proposed loan.
2/5	M/s. Shree Balaji Isabgol Ind. Nagaur	The case was discussed in detail. After discussions, the case was cleared in principle for detailed appraisal for setting up of Isabgol manufacturing unit at Khasra No. 950 / 395 at Village Jaswantgarh, Tehsil Ladnu, Distt. Nagaur under Project Loan Scheme of the Corporation. Looking to the fact that it is a SME sector case & the party is offering five properties as collateral security, the total MRV of these security is reported to be Rs. 56.62 lacs by B0, Nagaur (as per DLC rate also the value of the same is Rs. 37.95 lacs) and the value of proposed assets (prime security) is Rs. 107.04 lacs (land Rs. 3.85 lacs, building Rs. 41.60 lacs and P&M Rs. 61.59 lacs), it was decided to clear the case for detailed appraisal for a term loan not exceeding Rs. 60.00 lacs, on usual terms & conditions and norms including the following:- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.25% p.a. payable in equated quarterly installments alongwith principal amount.

		In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in seven years including moratorium period of twelve months. c) PC shall not be less than 40% of the project cost. d) All the partners shall furnish their personal guarantee for the security of proposed loan alongwith interest and other charges thereon. e) The concern shall give an undertaking to the effect that if any subsidy is granted at a later stage by Central / State Govt.; the same shall be got adjusted towards principal in the term loan account of the concern. f) The concern shall furnish collateral security of following immovable properties :- <table><tr><td>1)</td><td>House situated at Plot No. 45, Sanjay Colony, Nagaur (admeasuring 980 Sqft. Land area).</td></tr><tr><td>2)</td><td>Shop No. 9 (basement),</td></tr></table>	1)	House situated at Plot No. 45, Sanjay Colony, Nagaur (admeasuring 980 Sqft. Land area).	2)	Shop No. 9 (basement),
1)	House situated at Plot No. 45, Sanjay Colony, Nagaur (admeasuring 980 Sqft. Land area).					
2)	Shop No. 9 (basement),					

				Shyam Plaza, Mohalla Bass Agarwalo Ka, Ward No. 28, Sujangarh, District : Nagaur (admeasuring 476.3 Sqft. of land area).
			3)	Shop No. 3 (basement), Shyam Plaza, Mohalla Bass Agarwalo Ka, Ward No. 28, Sujangarh, District : Nagaur (admeasuring 89.5 Sqft. of land area).
			4)	Residential House situated at Ward No. 25, Near Shivji Temple, Kumaron Ka Bass, Ladnun, District Nagaur (admeasuring 3128.25 Sqft. of land area).
			5)	Shop No.2, Shyam Plaza, Mohalla Bass Agarwalo Ka, Ward No. 28, Sujangarh, District : Nagaur (admeasuring 8.09 Sqmtrs. of land area).
2/6	Note reg. Refund of loan application fee.	After detailed discussions, the Committee deferred the matter for want of further examination and deliberations.		
2/7	Note reg. Share premium as a sources of promoter's contribution	After detailed discussion on the Agenda Note, the Committee decided not to revise the existing policy in this regard. However, it was decided to consider higher share premium (maximum in the ratio of 2:1), if the project & the promoter (s)		

		are financially sound & having experience, on individual merits of the case by the PC&CC.								
2/8	Note reg. inclusion of Ind. Area, JJN under the eligibility criteria of FAAS & Saral Scheme.	During the course of discussions, the committee was informed that similar requests for inclusion of remaining industrial areas for financing under Saral Loan Scheme of the Corporation, have also been received from other field offices. After detailed discussions, the committee decided to include remaining RIICO industrial areas which are presently not covered for financing under this Scheme; subject to following criteria :- <table><tr><td>a)</td><td>The unit should be running and is in production for preceding two years.</td></tr><tr><td>b)</td><td>The unit should have cash generation in immediate preceding year.</td></tr><tr><td>c)</td><td>The MRV of existing building shall be calculated as per the prevailing norms.</td></tr><tr><td>d)</td><td>All other parameters / norms of Saral Loan Scheme; shall be followed strictly.</td></tr></table>	a)	The unit should be running and is in production for preceding two years.	b)	The unit should have cash generation in immediate preceding year.	c)	The MRV of existing building shall be calculated as per the prevailing norms.	d)	All other parameters / norms of Saral Loan Scheme; shall be followed strictly.
a)	The unit should be running and is in production for preceding two years.									
b)	The unit should have cash generation in immediate preceding year.									
c)	The MRV of existing building shall be calculated as per the prevailing norms.									
d)	All other parameters / norms of Saral Loan Scheme; shall be followed strictly.									

The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-1)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 3rd Meeting of the Project Clearance & Consultative Committee during the Financial Year 2011-12 held on Wednesday, the 6th day of July, 2011 at 3.00 PM, under the Chairmanship of Shri Pradeep Sen, CMD. The following were present :-

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " L. N. VERMA : DY. GENERAL MANAGER (P&C)
looking after the work of GM(A&I)
- 4- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 5- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 6- " B. R. SHARMA : MANAGER (TECH.)
- 7- J. N. SHARMA : MANAGER (GBD/CAS)

Shri H. C. Khunteta, MGR (CAS), Shri Anil Goyal, DM (Tech) & Shri R. B. Jain, DM (CAS) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :-

3/1	Record of minutes of the PC&CC held on 30.06.2011	Minutes of 2 nd PC&CC Meeting held on 30.06.2011 confirmed.
3/2	Statement showing the position of compliance of PC&CC decision taken on 30.06.2011	Noted.

3/3	Position of the loan cases cleared by the PC&CC as on 05.07.2011	Noted.
3/4	M/s. Shree Unique Lifestyle Homes (P) Ltd., Jaipur	The case was discussed in detail. After discussions, the case was deferred for want of certain basic documents & other information from the company.
3/5	M/s. Golden Haveli Hotel, Jaisalmer	After detailed discussions, the Committee recommended to sanction a further term loan of Rs.45.00 lac to the Concern under FAA Scheme for further construction, renovation & for purchase of equipments for hotel & restaurant at New Ward No. 12, Plot No. 258, Bera Road, Jaisalmer on usual terms & conditions as stipulated in the loan proposal.
3/6	OTHER MATTERS (C A SECTION):	During the course of discussion with regard to pending loan applications; the Committee decided that the status of all pending loan applications (other than cases cleared by PC&CC) with the appraisal teams shall also be placed before the Committee, for review.

The Meeting then concluded with a vote of thanks to the Chair.

Manager (GBD/CAS)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-I)/ DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 4th Meeting of the Project Clearance & Consultative Committee during the Financial Year 2011-12 held on Wednesday, the 13th day of July, 2011 at 4.00 PM, under the Chairmanship of Shri Pradeep Sen, CMD. The following were present :-

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " L. N. VERMA : DY. GENERAL MANAGER (P&C)
looking after the work of GM(A&I)
- 4- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 5- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 6- A. DIXIT : DY. GENERAL MANAGER (CAS)

Shri H. C. Khunteta, MGR (CAS), Shri J. N. Sharma, Manager (GBD/CAS), Shri Ashok Agarwal, DM (CAS), Shri Anil Goyal, DM (Tech) & Shri R. B. Jain, DM (CAS) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :-

4/1	Record of minutes of the PC&CC held on 06.07.2011	Minutes of 3 rd PC&CC Meeting held on 06.07.2011 confirmed.
4/2	Statement showing the position of compliance of PC&CC decision taken on 06.07.2011	Noted.
4/3	Position of	Noted.

	the loan cases cleared by the PC&CC as on 12.07.2011	
4/4	M/s. Jai Nakoda Bherav Marmo (P) Ltd., Rajsamand	After detailed discussions, the committee cleared the case in principle for detailed appraisal for a term loan not exceeding Rs.97.00 lacs for setting up a project of marble slabs & tiles at Araj No. 1089/1 & 1090/1 Village : Bamantukda, Tehsil Amet, District Rajsamand, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.25% p.a. payable in quarterly installments. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) All directors of the company shall furnish their personal guarantee for repayment of the proposed loan alongwith interest and other charges thereon. c) The approach road to the site of the unit is through agriculture land of the company. Therefore, the

		company will get the part strip of agriculture land with a minimum width of 30' converted for approach road upto site of unit and get it declared as public way (aam rasta) in the revenue record by surrendering the agriculture land to the Govt., as per norms, before execution of loan documents. d) The further charge on collateral security already mortgaged with the Corporation for the term loan in case of M/s. Ritik Marble, Jhanjhar (proprietor Shri Vinod Kumar Chordia), shall be extended for the proposed loan of the company alongwith interest & other money thereon.
4/5	M/s. Shree Balaji Isabgol Industries, Nagaur	After detailed discussions, the Committee recommended for placing the case before EC for sanction of a term loan of Rs.60.00 lac to the concern under Project Loan Scheme for mfg. of Isabgol at Khasra No. 950/395, Kasumbi Road, Village Jaswantgarh, Tehsil Ladnu, Distt. Nagaur after receipt of CIBIL report in respect of all the partners on usual terms & conditions as stipulated in the loan proposal except in condition No. 14 of the proposal about bringing capital to the extent of Rs. 53.31 lacs and IFUL upto the extent of Rs. 28.70 lacs (which together is 57.75% of the project cost) before first disbursement of

		loan. The party has already invested about Rs. 27.20 lacs in the project at site. Looking to the hardship to the promoters and the possibility that they may not be able to bring the required promoters contribution early and disbursement of loan may be delayed; therefore, the condition No. 14 of the proposal was modified as under :- “The concern shall bring promoter’s contribution by way of capital and IFUL to the extent of 40% of the project cost i.e. Rs. 56.80 lacs (out of total promoter’s contribution of Rs. 53.31 lacs as capital & Rs. 28.70 lacs as IFUL, envisaged in the project report) before 1st disbursement of loan and thereafter balance capital and IFUL shall be raised on prorata basis.”
4/6	OTHER MATTERS (CA SECTION) :	a) It is observed that often the BOs and Law Section at HO, shift responsibilities for examination of title documents of land. The BOs even after examination of the title documents, forwards the loan applications with the recommendations that the same should be further examined by Law Section, HO; similarly, the Law Section, HO even after examination and finding the

		title documents acceptable put remarks like "title of land in question may be accepted prima-facie in order subject to condition that the title of land in question may be examined in detail at B0 level after obtaining all original title deeds and conversion order". This way, neither the B0s nor the Law Section at H0 takes responsibility of the final view in the matter. Logically, if the title examination has been done by Law Section, H0, the B0 should just compare the title documents with the originals and accept the same for mortgage rather than examining the entire issue afresh. There is need, therefore, for the work / responsibilities relating to examination of title documents by B0/H0 clearly demarcated. This should be done & placed before the next meeting of PC&CC by law Section. b) It was observed that many a times the norms of bringing entire promoter's contribution before 1st disbursement of loan
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		creates hardship to entrepreneurs on one hand and on the other hand the Corporation is not able to disburse the sanctioned loan early. It was therefore, decided to re-examine the issue and the guidelines suitably revised. The Finance Section will put up the same in the next meeting of PC&CC.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-I)/ DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 5th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Wednesday, the 26th day of July, 2011 at 4.00 PM, under the Chairmanship of Shri Pradeep Sen, CMD. The following were present:

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| 1- | SHRI A. R. CHOUDHARY | : | EXECUTIVE DIRECTOR |
| 2- | " S. K. ASWAL | : | EXECUTIVE DIRECTOR (FIN.) |
| 3- | " MOOL CHAND | : | GENERAL MANAGER (DEV.) |
| 4- | " M. R. CHHINWAL | : | DY. GENERAL MANAGER (BP) |
| 5- | " D. V. JASHNANI | : | MANAGER (LAW-Incharge) |
| 6- | A. DIXIT | : | DY. GENERAL MANAGER (CAS) |

Shri H. C. Khunteta, Mgr. (CAS), Shri Dinesh Mohan, Mgr. (F&R), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Smt. Saroj Bagadia, DM (GBD), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC:

5/1	Record of minutes of the PC&CC held on 13.07.2011	Minutes of 4th Meeting of PC&CC held on 13.07.2011 were confirmed with the modification / revision in the minutes in case No. 4/4 M/s. Jai Nakoda Bherav Marmo (P) Ltd., Rajsamand as under :- The condition No. 4 (C) of the PC&CC Minutes was modified as under :- c) The approach road to the site of the unit is through agriculture land of the company. Therefore, the company will, as per existing guidelines, get the
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		part strip of agriculture land with a minimum width of 30' converted for approach road up to site of unit and get it declared as public way (aam rasta) in the revenue record by surrendering the agriculture land to the Govt., as per norms, before execution of loan documents. The company shall also adhere to these guidelines in this regard, or changes brought therein by the Corporation, before execution of loan documents.
5/2	Statement showing the position of compliance of PC&CC decision taken on 13.07.2011	Noted.
5/3	Position of the loan cases cleared by the PC&CC as on 25.07.2011	Noted.
5/4	M/s. Express Buildcon (P) Ltd., Kota	After detailed discussions the committee observed that the company has so far paid 25% of the allotment price to UIT, Kota. The maps for the proposed hotel would be considered by UIT only after the balance payment is made and the registered sale deed submitted. Given this, the loan application cannot be considered for sanction of project loan <u>at this stage.</u>

		However, the committee felt this could be considered for sanction once the requirements (as given above) are completed. Therefore, the committee felt that the loan application could be kept alive for consideration as project loan. The committee also felt that the Corporation could consider the total project cost, including the cost of land forming part of the project cost, for in principle approval at this stage and, given this, consider financing the land cost portion of the same for the present. With a view to safeguard the interest of the corporation, till such time all necessary documents are submitted for the project loan to be considered for sanction, and in order to facilitate movement in this direction, the interest on the loan to be disbursed for payment to UIT against cost of land, shall be on the same as is under the 'builders scheme' with the usual terms and conditions under this scheme. It was agreed that once the case is taken up for consideration , after all documentation is completed by the applicant company, and the project loan is sanctioned, the interest rate chargeable for the entire amount against the project cost, including the loan amount disbursed against cost of land,
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		shall be at the rate of interest for project loans prevailing at the time of sanction of the project loan. The committee felt it appropriate for the Corporation to convey to the applicant company that this arrangement would work only when the applicant company submits all documents under the mandatory list (of the check-list of documents attached to the new application form) within six month from the date of disbursement of the loan for the land cost portion of the project cost. It was pointed out by DGM (BP) that Shri Prem Singh Bajor husband of Smt. Supyar Kanwar (Director in this company) had earlier availed loan from BO, Sikar. It was felt appropriate to obtain a report from BO Sikar, on the status of the loan.
5/5	M/s. Champion Granites (P) Ltd., Rajsamand	It was brought to the notice of the Committee that a fax message has been received from the promoter to close their loan application as they are not interested in availing the loan have reportedly been sanctioned loan from Bank (SBBJ) for working capital as well. After discussions it was decided to close the loan application & refund 75% of the Loan Application Fee, excluding Service Tax & Education cess, as

		per norms.								
5/6	Note reg. security based admissibility of loan in "Flexi loan scheme" for good borrowers	The agenda note was discussed in detail. After discussions, the committee decided to link the loan admissibility under Flexi Loan Scheme on the basis of security debt ratio as is being done in the Card Schemes as under: <table><tr><th><u>Security debt ratio</u></th><th><u>Loan admissibility</u></th></tr><tr><td>2.00:1</td><td>Equal to 3 times of cash generation in immediate preceding year.</td></tr><tr><td>2.50:1</td><td>Equal to 5 times of cash generation in immediate preceding year.</td></tr><tr><td>3.00:1</td><td>Equal to 6 times of cash generation in immediate preceding year.</td></tr></table>	<u>Security debt ratio</u>	<u>Loan admissibility</u>	2.00:1	Equal to 3 times of cash generation in immediate preceding year.	2.50:1	Equal to 5 times of cash generation in immediate preceding year.	3.00:1	Equal to 6 times of cash generation in immediate preceding year.
<u>Security debt ratio</u>	<u>Loan admissibility</u>									
2.00:1	Equal to 3 times of cash generation in immediate preceding year.									
2.50:1	Equal to 5 times of cash generation in immediate preceding year.									
3.00:1	Equal to 6 times of cash generation in immediate preceding year.									
5/7	Note reg. Wilful defaulters & action there against	On the subject of 'wilful defaulters and action thereagainst' CMD observed that the Corporation has so far issued two circulars on the subject - one on 27.05.2003 and the other on 22.08.2008. The committee was informed that, so far, branches have been submitting 'nil' reports regarding any borrower being 'wilful defaulter'. This, the CMD felt, was not true as every one of those present is aware that there are quite a few willful defaulters. Thus, the CMD felt, there has been wrong reporting by the branches.								

		Besides, these circulars have actually remained on paper only, a fact that is a matter of grave concern. On the question why incorrect feedback based on these circulars was being submitted by the branches, the CMD felt that this could be because while issuing these circulars (in 2003 and 2008) what the concerned section did was to reproduce the contents of the guidelines on the subject received from SIDBI without deliberating at all on how these will be actually implemented in practice, at least in respect of part of the situations mentioned in the circular. Issuing circulars in this manner only shows lack of appreciation of the issue on the part of the Head Office's concerned section as also how much the Head Office has insulated itself from the realities of the field. Manager (FR Policy) then made the following suggestions on how the branches could move in the direction of having willful defaulter declared as such: a) BOs could be advised to ask the defaulting loanee concerns to submit copies of audited balance sheets and profit & loss accounts latest by a certain date 30.09.2011 failing which, the branch would be compelled to move in the direction of having the
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		borrower company declared 'wilful defaulter'. b) The borrowers falling in category 'b' of the circular could be identified by the BOs and intimated to HO. c) The borrowers falling in category 'd' of the circular could be, likewise, listed-out by the BOs and details sent to HO. d) On the basis of the audited balance sheets and P&L accounts being submitted by the loanee concerns, cases can be analyzed in order to ascertain whether a borrower was having the capacity to meet payment / repayment obligations but did not pay or has siphoned off the funds and such cases could be listed-out and details sent by the BOs to HO. It was decided that GM(D) / Manager (FR Policy) would convene a meeting of key officers of the Corporation discuss details how the provisions on 'wilful defaulters' could be used in practice and come up with a set of instructions / guidelines on the subject in the next meeting of the PC&CC.
5/8	M/s. Bajrang	After detailed discussions, the

	Lal, Balotra	Committee recommended sanctioning a term loan of Rs.90.00 lacs to the concern under Project Loan Scheme for Hotels & Restaurants at Khasra No. 281/1, Ward No. 29, Jodhpur Road, N. H. No. 112, Balotra on the usual terms & conditions as stipulated in the loan proposal.
5/9	M/s. Jai Nakoda Bherav Marmo (P) Ltd., Rajsmand	After detailed discussions, the Committee recommended for placing the case before EC for sanction of a term loan of Rs.97.00 lac to the company under Project Loan Scheme for processing of marble slabs & tiles at Araji No. 1089/1 & 1090/1 at Village : Bamantukda, Tehsil & District Rajsamand, after receipt of CIBIL report in respect of all the Directors; on usual terms & conditions as stipulated in the loan proposal except condition No. 17 of the proposal. On the request of the company, the condition No. 17 of the loan proposal is modified as under :- "a) The company shall subscribe and paid up share capital Rs. 47.50 lacs & share premium of Rs. 15.50 lacs, before availment of 1st disbursement. b) The entire IFUL Rs. 32.83 lacs shall be raised & invested before availment of last 50% disbursement of sanctioned loan amount.

		c)	The condition with regard to approach road shall be the same as the one prevailing at the time of decision by the EC.
5/10	Note regarding title examination at BO/ HO	After discussions, it was decided that the Law Section shall re-submit the Agenda Note, in the next Meeting of PC&CC.	
5/11	OTHER MATTERS (CAS)	A)	The committee decided not to call the promoters in person, in the PC&CC Meeting at the time of prior clearance of the case, unless there is a specific requirement which needs to be discussed with the promoters that, too, with the prior approval of CMD. It was also decided that wherever it is felt necessary the concerned Branch Manager will be called to participate in the deliberations of the PC&CC.
		B)	It was observed that the cases are put up before PC&CC minimum twice; once for prior clearance and thereafter for sanction; which unnecessary delays the matter. Henceforth, the PC&CC would decide at the first stage of the consideration of a loan application whether

			the matter is required to be brought before the PC&CC a second time for final approval or not. Thus, henceforth, after the prior clearance of the case, if the PC&CC has not decided otherwise, the loan proposal shall not be placed again before PC&CC and the same shall be processed on the concerned file itself and put up for sanction before the Competent Authority.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-I)/ DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 6th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Thursday, the 18th day of August, 2011 at 11.00 AM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " MOOL CHAND : GENERAL MANAGER (DEV.)
- 4- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 5- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 6- A. DIXIT : DY. GENERAL MANAGER (CAS)

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Smt. Saroj Bagadia, DM (GBD), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC:

6/1	Record of minutes of the PC&CC held on 26.07.2011	Noted.
6/2	Statement showing the position of compliance of PC&CC decision taken on 26.07.2011	Noted.
6/3	Position of the loan cases cleared by the PC&CC as on 16.08.2011	Noted.

6/4	M/s. Jaipur City Hotels (P) Ltd., Jaipur (City)	The case was discussed in detail. During discussions, it was informed that initially the promoter submitted a proposal for construction of commercial complex but now changed the project into Hotel. Further, the Plot No. 11 and 12 has been reconstituted by JDA vide order dated 21.06.2007 and the land has been converted from residential to commercial vide conversion order dated 11.12.2007. The building map has also been approved for the construction of commercial complex vide JDA letter dated 24.04.2008. Now the proposal is for purchase of land for construction of hotel at Plot No. 11 & 12, Nemi Nagar, Gautam Marg, Vaishali Nagar, Jaipur. The request of the company to consider loan against purchase of land was considered favourably as it may take 3 to 6 months time for approval of changes in map for the purpose of hotel. After detailed discussions, the case was cleared in principle under "Scheme for Financing for Builders/ Commercial /Residential Complexes/ Multiplexes, Hotels (Tourism related activities), hospitals, Nursing Homes for purchase of land & Building" of the Corporation, for detailed appraisal for a term loan not exceeding Rs. 300.00 lacs for purchase of land and building for construction of hotel at
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		Plot No. 11 & 12, Nemi Nagar, Gautam Marg, Vaishali Nagar, Jaipur on the usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 18.25% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 3 years including moratorium period of six months. c) All the Directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The company shall submit CIBIL report in respect of company and its sister concern before sanction of loan. e) The funds are required for purchase of land and the promoter has agreed to make
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		entire payment of land from their own sources before loan agreement. Therefore, the eligible loan amount shall be disbursed directly to the company, ensuring that entire payment towards the purchase of land has been made to the seller and that the sale deed has been registered in favour of the company. The Company shall furnish this registered sale deed before execution of loan documents. f) If the company approaches the Corporation for sanction of further loan under Project Loan Scheme for construction of hotel within 6 months from the date of sanction after approval of building map of hotel from the competent authority; the rate of interest shall be revised to prevalent rate applicable under Project Loan Scheme for hotel, at the time of execution of loan documents. The revised rate of interest under the respective project loan scheme shall be charged on the existing outstanding in the land loan account from the date of execution of loan documents for further term loan subject to the condition that in case any default is made in the existing land
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		purchase account, the Corporation shall revert interest rate to original rate of interest charged in the loan account of land purchase, in addition to liquidated damages payable from time to time on the amount of default for the default period as per norms. g) If the company approaches the Corporation for further loan under Project Loan Scheme for construction of hotel; the further loan amount shall not be less than 50% of the loan sanctioned against purchase of land. The interest rate and repayment period, both shall be applicable only after compliance of conditions as mentioned above.
6/5	Note reg. M/s. Express Buildcon (P) Ltd., Kota	The facts mentioned in the Agenda Note, was discussed in detail. The Committee noted that the rebate / relief was earlier passed on in the year 2006 (more than four year old), in the loan account of Shri Prem Bajor, husband of one of the director Smt. Supyar Kanwar. As per prevalent guidelines (O&M 590 Dated : 26.03.2003), since period of more than three years have elapsed; no further action is needed at this stage. The Corporation has already granted

		one loan to its sister concern after 2006 which is reportedly been regular in repayment of Corporation dues. After discussions, the committee decided to process the loan case of captioned unit, for detailed appraisal as per the decision taken in the preceding PC&CC meeting held on 26.07.2011. The matter regarding non receipt of CIBIL report of three sister concerns (Namely M/s. RCCL Infrastructure Pvt. Ltd., M/s. Vinod Jeenmata, Delhi & M/s. Alka Jeenmata) was also discussed in detail; looking to the satisfactory credit report of the bankers of the sister concerns; the committee decided not to insist for CIBIL report of above three concerns.
6/6	Note reg. extension in repayment period under Builders Scheme for hotel cases	During the course of discussions, the Committee noted that the loan sanctioned under Project Loan Scheme is quite a small amount compared to loan sanctioned under Builders Scheme for purchase of land in all the three loan cases; reported by B0, Kota. The committee further noted that in the instant cases, the rate of interest charged under Builders Scheme by the B0, Kota, has already been revised at par with Project Loan Scheme. Considering these facts, the Committee decided to allow the B0, Kota to extend the loan

		repayment period in the loan sanctioned under Builders Scheme in three cases mentioned in the Agenda Note for Hotel cases; at par with the repayment period considered in the loan sanctioned under Project Loan Scheme. Henceforth, the committee decided to modify the existing guidelines under Builders Scheme (P&G No. 1361 Dated : 04.01.2011); with regard to revision in rate of interest and in repayment period, if the loanee approaches for further loan under Project Loan Scheme, after availing loan under Builders Scheme, subject to fulfilling the followings :- a) If unit approaches for loan under Project Loan Scheme, within a period of six month from the date of sanction of loan under Builders scheme; b) Then sanctioned amount under Project Loan, shall not be less than :- <table><tr><td>i)</td><td>50.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from private party; &</td></tr><tr><td>ii)</td><td>33.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from Government body.</td></tr></table>	i)	50.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from private party; &	ii)	33.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from Government body.
i)	50.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from private party; &					
ii)	33.00% of loan amount sanctioned under Builders Scheme, in case the property has been purchased from Government body.					

6/7	Note reg. Title examination at BO & HO (Law Section)	Noted.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-I)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 7th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 12th day of September, 2011 at 3.30 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR
- 2- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 3- " MOOL CHAND : GENERAL MANAGER (DEV.)
- 4- " L. N. VERMA : DY. GENERAL MANAGER (P&C)
looking after the work of GM(A&I)
- 5- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 6- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 7- " A. DIXIT : DY. GENERAL MANAGER(CAS-II)
- 8- P. K. SINGH : DY. GENERAL MANAGER (CAS-I)

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri B. R. Sharma, Mgr. (TECH.), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Smt. Saroj Bagadia, DM (GBD), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC:

7/1	Record of minutes of the PC&CC held on 18.08.2011	Confirmed.
7/2	Statement showing the position of compliance of PC&CC decision	Noted.

	taken on 18.08.2011	
7/3	Position of the loan cases cleared by the PC&CC as on 09.09.2011	Noted.
7/4	M/s. L. M. J. Services Ltd., Jodhpur	After detailed discussions, the committee decided to clear the case for detailed appraisal for a term loan not exceeding Rs. 780.00 lacs (by considering loan upto 60% of the MRV of Rs. 1315.73 lacs) against the security at B-8, C-9 & C-10, Basni 1st Phase, RIICO Industrial Area, Jodhpur, under FAA Scheme for showroom and workshop for Maruti vehicles, at Jaisalmer, Pali & Sumerpur, on usual terms & conditions, including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every year (from the date of first disbursement) which shall be the prevailing rate of interest at that time or existing rate of interest; whichever is higher. In case of default, the

		liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in five years including moratorium period of twelve months. c) All the Directors of the company shall furnish his personal guarantee for the repayment of the proposed loan alongwith interest and other charges thereon. d) A request of the company for not insisting on transfer of registered office from Kolkota to the State of Rajasthan was considered and agreed subject to submission of an undertaking to the effect that in case of any dispute, the jurisdiction for all purpose shall be Jaipur. e) The Committee observed that all the promoters belong to one family & doing business at Jodhpur for many years. The antecedents of one of the promoters residing at Jodhpur (namely Shri Hulash Chand Jain) have been verified by the B0, Jodhpur and the same are found to be satisfactory. Therefore, the committee
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		decided, not to carry out verification of antecedents of the remaining promoters residing at Kolkota, if satisfactory credit report of the remaining directors is received from the bankers of the company.
7/5	M/s. Akansha Sikshan Sansthan, Nokha, Bikaner	The case was discussed in detail. During the course of discussions, it was observed that the promoters are not having required experience, background, net-worth etc. for the proposed project. Their rating is not satisfactory. Further, the Society has yet not obtained final permission / approval from Directorate of Technical Education Board, Jodhpur for setting up the Institution. Therefore, after discussions the case was not found fit for clearance and it was decided to close the loan application and also decided to refund 75% of the Loan application Fee, excluding Service Tax and Education Cess, as per norms.
7/6	M/s. Mundka Iron & Steel Company (P) Ltd., Alwar	The case was discussed in detail. During the course of discussions, it was observed that the company has failed to furnish the collateral security of the value equal to the proposed loan amount against P&M, as per the decision of PC&CC taken in its Meeting held on 04.02.2011. Therefore, after discussions the committee decided not to re-open the closed loan application.

		Further, it was decided to refund 75% of the Loan application Fee, excluding Service Tax and Education Cess, as per norms.								
7/7	Note reg. New scheme for SC/ST/ Women Entrepreneurs to be undertaken during 12 th Five year plan	After detailed discussions, the Committee approved the scheme subject to following modifications :- a) The Scheme be prepared in Hindi by highlighting the following points :- <table><tr><td>1)</td><td>Benefits /loan facilities being provided by the Rajasthan SC/ ST Finance & Development Corporation Ltd.,</td></tr><tr><td>2)</td><td>Overall NPA and amount sacrificed by RFC in settlement cases.</td></tr><tr><td>3)</td><td>Objectives & justifications etc. of the Scheme as required by the Government.</td></tr><tr><td>4)</td><td>Grounds for equity funds from the State Government for providing rebate in interest.</td></tr></table> b) Under the eligibility criteria of the scheme; persons having professional qualifications (like BE/ B.Tech./ BDS/MBBS/MBA etc.) may be included. Preference should be given to scholarship holders. c) Minimum loan amount be kept	1)	Benefits /loan facilities being provided by the Rajasthan SC/ ST Finance & Development Corporation Ltd.,	2)	Overall NPA and amount sacrificed by RFC in settlement cases.	3)	Objectives & justifications etc. of the Scheme as required by the Government.	4)	Grounds for equity funds from the State Government for providing rebate in interest.
1)	Benefits /loan facilities being provided by the Rajasthan SC/ ST Finance & Development Corporation Ltd.,									
2)	Overall NPA and amount sacrificed by RFC in settlement cases.									
3)	Objectives & justifications etc. of the Scheme as required by the Government.									
4)	Grounds for equity funds from the State Government for providing rebate in interest.									

		at Rs. 20.00 lacs. d) Under the eligibility activity of the scheme; a clarification with regard to promoter's share alongwith minimum promoter's contribution be mentioned. e) SIDBI pattern of refinance should be considered for refinancing the proposed scheme by the State Government. f) Application fee and processing charges may be reduced by 50%. g) Repayment period may be increased upto 12 years. After taking into consideration financial implications, ED (Finance) in consultation with GM (Dev.) may send a request alongwith the Scheme to Principal Secretary (Plan) latest by 15.09.2011 for equity funds from the Government.
7/8	Note reg. Modification in parameters of Flexi Loan Scheme for Good borrowers	The Agenda Note was discussed in detail. Looking to the practical problems in operating the scheme, request of field offices and in working out the admissibility of loan amount (on the basis of cash profits) as compared to other GB schemes, the Committee decided to make the following amendments in the Flexi Loan Scheme for Good borrowers, with 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 may be 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 maximum in twelve equated monthly installments (EMI), subject to charging of prevailing rate of interest at that time. d) It was also decided to increase the upper ceiling of the loan amount from Rs.100.00 lacs to Rs. 200.00 lacs if the party comes for renewal after three years; subject to fulfilling of the other clauses of the eligibility criteria. The necessary guidelines & circular to this effect shall be issued by GBD.
7/9	Note reg. Change in procedure for calculation of MRV of land. (TECH. CELL) The agenda note about change in the procedure for calculation of Market Realisable Value (MRV) of land was discussed in detail and after detailed discussions, the proposal as contained in the agenda note was approved with modifications as under :-	

	1. The existing system of calculating MRV shall continue with the modification of dispensing with provision of obtaining proof for market rate of land from at least one government source (as required vide O&M Circular No.700 dated 22.07.2010). 2. Further, proposal for fixing maximum limit (ceiling) of MRV of land was also approved with modification in "multiple" of DLC rates as under :-		
	S. No.	Location	Ceiling for MRV of land
	1	Jaipur, Jodhpur, Kota, Udaipur, Bikaner, Ajmer a) Commercial Land b) Residential fully Developed colonies* c) Residential non developed localities	1.6 times of DLC rate 1.6 times of DLC rate 1.5 times of DLC rate
	2	Other district headquarters except above and SDO headquarters a) Commercial Land b) Residential fully developed colonies* c) Residential non-developed localities	1.5 times of DLC rate 1.5 times of DLC rate 1.4 times of DLC rate
	3	Other than above mentioned headquarters a) Commercial Land b) Residential	1.4 times of DLC rate 1.3 times of DLC rate
	4	On National Highway (outside municipal limit)	1.4 times of DLC rate
	5	On State Highway (outside municipal limit)	1.3 times of DLC rate
	6	Other than Highways	Equal to DLC rate
	7	Industrial Land in RIICO saturated and fast moving areas.**	1.6 times of RIICO/DLC rate whichever is higher.
	8	Industrial Land in RIICO un-saturated and slow moving areas.***	1.4 times of RIICO/DLC rate whichever is lower.
	9	Indl. Land outside RIICO area but availing infrastructure	

	facilities of RIICO area. a) Adjacent to saturated and fast moving area. b) Adjacent to un-saturated, slow moving areas. c) Isolated areas****	1.4 times of RIICO/DLC rate whichever is lower. 1.2 times of RIICO/DLC rate whichever is lower. DLC rate of land.
	The DLC rate to be taken for the above calculation should not be more than one year old. If the DLC in the area has not been revised during the past one year, due weightage of 10% for each year on the straight-line-method should be given. In case market rate in the area is found less than DLC rate of land the market rate is to be considered alone for calculating the MRV of land. * Fully developed colonies : where all infrastructure facilities like road, street lights, water, sewerage and power lines are available. ** Saturated and fast moving areas, specified by the Corporation for financing under FAAS and SARAL Scheme. *** RIICO Industrial Areas other than saturated and fast moving areas. **** Erstwhile isolated areas as defined in the latest circular issued by the Corporation in this regard. Looking to the fact that recessionary trend is going on and by keeping "Cap" (fixing multiple of DLC as maximum ceiling for MRV of land), it may result in loss of business to some extent, the margin on security based schemes (FAAS & SARAL) was reduced and it was decided to consider loan up to 60% of MRV for the current financial year. These guidelines are to be followed while considering financial assistance whereas for FR matters existing circulars (MTC 81/182 dt. 06.02.2008 and MTC 81/539	

	dt. 25.01.2010) shall continued to be followed. Existing guidelines contained in PG circular No. 1332 dated 21.6.2010 shall stand withdrawn. In supersession of earlier directions a fresh circular on the above decision may be issued by the Technical Cell.	
7/10	M/s. Infoshore software P. Ltd., Sitapura, Jaipur.	The case was discussed in detail. It was observed that the company has shown the employment generation to five persons only. Besides, the party has not furnished full details of product / activity to be undertaken under the project. In addition, the party has also not justified the sources of funds regarding raising of promoter's contribution by furnishing the supporting documents i.e. bank statement etc. Therefore, the promoters may be requested to attend next meeting of the committee alongwith all relevant details including the information / documents on the above points. Till then the case was deferred.
7/11	M/s. Adeshwar Buildcon, Jodhpur.	After detailed discussions, the committee decided to clear the case for detailed appraisal for a term loan not exceeding Rs. 300.00 lacs, under Project Loan Scheme for construction of Residential Complex, at Plot No. S, Paota, A Road, Near Paota Circle, Jodhpur, on usual terms & conditions, including the following :- a) The Corporation shall charge rate of interest as

		prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in three years including moratorium period of six months. c) All the partners of the firm shall furnish their personal guarantee for the repayment of the proposed loan alongwith interest and other charges thereon. d) The 50% amount of booking advance (to be received in 1st year) shall be raised before availing 1st disbursement of loan and the remaining 50% amount shall be raised before disbursement of last 50% of the sanctioned loan amount. e) Safeguard for CRE cases may be taken as per the norms.
7/12	General	1. BP cell may monitor loan applications received in the camp dated 25.8.2011 and take further action to ensure that HO level cases are completed and sent to CA

		section (HO) by the branches immediately and BO level cases are decided without further delay. 2. It was decided that a camp for settlement schemes exclusively may be held in Oct., 2011 . Branches may be asked to ensure that intimation to all eligible borrowers is sent as per the directions. Nodal officers may visit branches and focus their attention to the settlement schemes only. GM(Dev) and DGM(BP) may take necessary action for publicity and related matters.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-I)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD)/ DGM (Tech.)/ DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 8th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 22nd day of September, 2011 at 3.30 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 2- " MOOL CHAND : GENERAL MANAGER (DEV.)
- 3- " L. N. VERMA : DY. GENERAL MANAGER (P&C)
looking after the work of
GM(A&I)
- 4- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 5- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 6- " A. DIXIT : DY. GENERAL MANAGER(CAS-II)
- 7- P. K. SINGH : DY. GENERAL MANAGER (CAS-I)

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC:

8/1	Record of minutes of the PC&CC held on 12.09.2011	Confirmed.
8/2	Statement showing the position of compliance of PC&CC decision taken on 12.09.2011	Noted.

8/3	Position of the loan cases cleared by the PC&CC as on 20.09.2011	Noted.
8/4	M/s. Bhawani Marble, Rajsamand	After detailed discussions, the committee cleared the case in principle for detailed appraisal for a term loan not exceeding Rs.60.00 lacs for setting up a project of marble slabs & tiles at Araj No. 381/5 at Village : Chapparkheri, Tehsil & District Rajsamand, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in quarterly installments. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) The proprietress of the concern shall furnish her personal guarantee for repayment of the proposed loan alongwith interest and other charges thereon. c) Branch will ensure that the primary security & collateral security

		properties are having clear and undisputed approach road in accordance with the P&G Circular No. 1146 Dated : 10.04.2006. Further, the borrower shall apply for surrendering of land for approach to the Revenue Authority and shall submit proof of the same to the Branch Office, before documentation. Necessary undertaking may also be submitted to the Branch Manager. d) The concern shall provide collateral security of the following two immovable properties which are in the name of husband of the proprietress (Shri Devi Lal Kumawat son of Shri Dal Chand Kumawat), for the security of proposed loan of the concern alongwith interest & other money thereon :- <table><tr><td>i)</td><td>Khasra No. 395, Village: Chapparkheri, Tehsil & District Rajsamand (measuring 567 Sqmtrs.),</td></tr><tr><td>ii)</td><td>Khasra No. 760/447 Village: Chapparkheri, Tehsil & District Rajsamand (measuring 4 biswa).</td></tr></table> e) The concern shall also provide the personal	i)	Khasra No. 395, Village: Chapparkheri, Tehsil & District Rajsamand (measuring 567 Sqmtrs.),	ii)	Khasra No. 760/447 Village: Chapparkheri, Tehsil & District Rajsamand (measuring 4 biswa).
i)	Khasra No. 395, Village: Chapparkheri, Tehsil & District Rajsamand (measuring 567 Sqmtrs.),					
ii)	Khasra No. 760/447 Village: Chapparkheri, Tehsil & District Rajsamand (measuring 4 biswa).					

		guarantee of Shri Devi Lal Kumawat (husband of proprietress) for the security of proposed loan of the concern alongwith interest & other money thereon.
8/5	M/s. Relan Motors (P) Ltd., Ajmer	After detailed discussions, the committee cleared the case in principle for detailed appraisal for a term loan not exceeding Rs.125.00 lacs for setting up a project of service center for two/four wheelers at F-243, Ajaymeru RIICO Ind. Area, Village Palra, Ajmer on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 14.25% p.a. payable in quarterly installments. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) All directors of the company shall furnish their personal guarantee for repayment of the proposed loan alongwith interest and other charges thereon.

8/6	Note regarding financing against the security of residential properties under FAAS.	The Agenda Note was discussed in detail, after discussion the committee recommended to consider financing against the security of residential / commercial properties located within the Nagarpalika limits of Kishangarh, under FAA Scheme. Financing under this scheme shall be considered subject to fulfillment of other terms & conditions of the scheme, including the following :- a) The owner of the property should be proprietor, partner, director in a running marble processing unit which is covered under SFCs Act. b) The owner of the property /unit should have import licence for marble. c) The above arrangement under this scheme in Kishangarh is applicable upto 31.03.2012.
8/7	M/s. Infoshore software P. Ltd., Sitapura, Jaipur.	Shri Pankaj Narang, director of the company, attended the meeting and detailed discussions were held on the project. Shri Pankaj Narang explained about the activities of the company and the product developed and marketed by them. During the discussions, it was informed that their company is a 100% EOU, therefore, they are eligible for 50% subsidy from RIICO against land cost subject to the condition that the company commences production within stipulated time period and area of proposed building construction to be made as per RIICO norms.

		After detailed discussions, the case was cleared in principle for detailed appraisal for a term loan not exceeding Rs. 143.00 lacs for setting up a unit of software development at IT-2002, IT park, Indl. Area, Ramchandrapura, Sitapura Extn., Jaipur under Project Loan Scheme on usual terms & conditions including the following:- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding twelve months. c) The directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.
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		d) The company shall furnish collateral security of marketable and mortgageable immovable property situated in urban area having value not less than the proposed loan against P&M, MFA and F&F. e) PC shall not be less than 40% of the project cost. f) The request of the company to release loan against land directly to RIICO at the time of execution of loan documents was not considered favourably and the company shall execute the lease deed by making entire payment to RIICO against the cost of land before execution of loan documents. g) The security margin on P&M i.e. Hardware and Software and other equipment shall be kept 40% and on F&F 50% security margin shall be kept as per norms of the scheme. h) The company shall give an undertaking that they shall deposit the subsidy to be received from RIICO against the cost of land in their term loan account. Accordingly the re-fixation for the balance term loan amount shall be made for the remaining period of
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		repayment as per the schedule. A letter in this regard shall be issued by B0 to RIICO before execution of loan documents mentioning that any subsidy if disbursed to the company against land cost the same shall be released to the Corporation to adjust the same in the term loan account of the company.
8/8	M/s. Puja Construction Ltd., Jaipur (C)	While reviewing the pendency, the committee observed that following serious observations have been made by the appraisal team : 1. There is change in directors for which no prior approval of the Corporation has been taken. 2. The Corporation has sanctioned a loan of Rs. 1180.00 lacs @ 17% interest rate whereas the instant application is under FAAS at 16.50% rate of interest for the same project despite of the fact that party has availed Rs. 590.00 lacs under Project Loan Scheme. 3. The company has given further charge in favour of IDBI Bank for Rs. 200.00 lacs against current assets including P&M without permission of the Corporation.

		4. The company has also given its corporate guarantee to its sister concern without prior approval of the Corporation. 5. There are overdue Rs. 78.72 lacs in the existing loan account. In view of the above observations the committee is of the view that there was no justification for accepting such loan application by BO and as such the case may be closed. F&R Section may further examine the above issues and take suitable action to safeguard the existing loan in the interests of the Corporation and against the borrower for violation of terms & conditions. Necessary directions to avoid recurrence of such incidents may be issued in consultation with Law Section. Lapses, if any, on the part of Branch Officials may also be looked into.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-I)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD) /DGM (Tech.)/DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 9th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 27TH day of September, 2011 at 3.30 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- " S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)
- 2- " MOOL CHAND : GENERAL MANAGER (DEV.)
- 3- " L. N. VERMA : GENERAL MANAGER (A&I)
- 4- " M. R. CHHINWAL : DY. GENERAL MANAGER (BP)
- 5- " D. V. JASHNANI : MANAGER (LAW-Incharge)
- 6- " A. DIXIT : DY. GENERAL MANAGER(CAS-II)
- 7- P. K. SINGH : DY. GENERAL MANAGER (CAS-I)

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Smt. Saroj Bagadia, DM (Tech.), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :

9/1	Record of minutes of the PC&CC held on 22.09.2011	Confirmed.
9/2	Statement showing the position of compliance of PC&CC decision taken on 22.09.2011	Noted.

9/3	Position of the loan cases cleared by the PC&CC as on 26.09.2011	Noted.
9/4	M/s. Agromac, MIA, Jaipur	The case was discussed in detail and the committee observed that the fixed assets of closed unit were purchased by the promoter from RFC on deferred payment basis on 03.03.1986 for consideration of Rs. 3.08 lacs. Thereafter, the loan account was settled on 01.10.1996 by the promoter availing the benefit of waiver of amount Rs. 2,04,360/- equivalent to outstanding towards penal interest charged in the loan account. In this regard as per norms of the Scheme under FAAS, entire benefit availed by the borrower without any interest on the amount of benefit availed from the Corporation be deposited back for considering term loan under FAAS. In view of norms, the request of the promoter not to recover the waived amount from their existing loan account, was not agreed favourably. Secondly, it was also observed that the property proposed to be mortgaged is presently mortgaged with the SBBJ against the personal loan availed by Shri Upadhaya, Proprietor of the unit. As per norms of the Scheme, the property should be free from all encumbrances. In this light the committee decided that the

		promoter of the unit shall get the property released from SBBJ before execution of loan documents for creation of equitable mortgage in favour of the Corporation. After detailed discussions, the committee cleared the case in principle for appraisal under FAAS for setting up a hotel at 6-C, Malviya Industrial Area, Jaipur for a term loan not exceeding Rs.340.00 lacs on usual terms & conditions including the following:- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest after three years (from the date of first disbursement) shall be the prevailing rate of interest at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default.
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		b) The term loan shall be repayable in five years including moratorium period of one year. c) The promoter shall furnish his personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The promoter shall deposit Rs. 2,04,360/-, the benefit of waiver of amount availed earlier in the loan account of M/s. Agromac from the Corporation at the time of settlement on 01.10.1996 equivalent to outstanding towards penal interest charged; before sanction of the proposed loan. In case the promoter does not agree to the said condition then the loan application shall stand closed and the application fee, as per norms shall be refunded. e) The concern shall submit an undertaking duly notarized to the effect that it will comply with all legal requirement to run the unit i.e. obtaining NOC from RPCB, NOC from local authority and other departments if required so. f) The promoter of the unit shall get the property released from SBBJ before
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		execution of loan documents for creation of equitable mortgage in favour of the Corporation.
9/5	M/s. Kuber Motel & Multiplex, SGNR	After detailed discussions, the committee observed that some more information / documents are still required for title examination and also the cost of building shown in the project report is on higher side as compared to standard construction rate for such projects. The committee therefore, decided to call the main partner of the concern in the next meeting of the PC&CC for discussions. The case was deferred.
9/6	Note regarding M/s. Ganpati Packaging, Neemrana	After detailed discussions, the committee decided to allow the BO, Bhiwadi to process the loan application of the concern for sanction of loan not exceeding Rs. 75.00 lacs with the condition to obtain the marketable & mortgagable collateral security of urban area having value not less than Rs. 30.00 lacs and personal guarantee of Shri Sudhir Kumar Sharma (who is husband of partner Smt. Raj Bala Sharma). After following all other norms and guidelines under the Project Loan Scheme of the Corporation, the BO, Bhiwadi may process the case.
9/7	CONSOLIDATION OF LOAN SCHEMES	Detailed discussions were held on the consolidation work of loan schemes as contained in the Agenda.

		After due consideration of the matter, the following decisions were taken by the Committee :- a) While considering the scheme consolidated for CRE sector, it was agreed that the operation of the FAAS may be continued separately. Similarly, eight different schemes of Good Borrowers may be operated individually. b) The following schemes be withdrawn /deleted as these are in-operative:- <table><tr><td>i)</td><td>Scheme for setting Private Bus Stand & Taxi Stand with amenities like shops, cyber café etc.</td></tr><tr><td>ii)</td><td>Special Service Sector Schemes for Transport Vehicles.</td></tr></table> c) The scheme for qualified professionals be modified looking to the present socio-economic scenario considering the requirements of professionals. After the above said modifications, there shall remain 21 loan schemes as contained in Annexure "C" of the Agenda Note. Accordingly, the committee decided to approve consolidation of these 21 loan schemes on the above lines. The	i)	Scheme for setting Private Bus Stand & Taxi Stand with amenities like shops, cyber café etc.	ii)	Special Service Sector Schemes for Transport Vehicles.
i)	Scheme for setting Private Bus Stand & Taxi Stand with amenities like shops, cyber café etc.					
ii)	Special Service Sector Schemes for Transport Vehicles.					

		position may be placed before the Board for information in the next meeting.
9/8	OTHER MATTERS :	a) <u>CIBIL REPORT :</u> It was decided to apply for the membership of CIBIL. The finance section shall take up the matter with the CIBIL authorities at their HO, for getting registration of the Corporation as permanent member and for the purpose, DGM (Finance) may visit Mumbai. In the meantime, possibility may be explored to make arrangement for getting CIBIL report through Nationalised Bank or any other agency, on their prescribed fee. A separate Cell may be constituted under F&R Section at HO for collecting the data and feeding thereof as per the requirement of CIBIL. <u>GOOD BORROWERS DIVISION :</u> b) Need based simplification be made in the existing format of loan proposals under different GB Schemes like GCL, PCL and flexi loan scheme. c) It was decided to introduce the ECS system for recovery in GB Cases and to implement this system from 01.01.2012. Guidelines may be issued by Finance Section in

		consultation with the Law Section. d) All eligible good borrowers may be contacted for further loan. GB Section may contact them directly. Further, eligibility criteria may be reviewed so as to enlarge the scope of GB Schemes. <u>B. P. SECTION :</u> e) BP Section may work out a comprehensive strategy to get business in the effective & efficient manner. Efforts may be focused on prospective borrowers eligible under prevailing loan schemes.
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS-I)

Copy to :

- 1- Secretary to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD) /DGM (Tech.)/DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 10th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Thursday, the 20th day of October, 2011 at 10.00 AM & 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR**
- 2- “ S. K. ASWAL : EXECUTIVE DIRECTOR (FIN.)**
- 3- “ MOOL CHAND : GENERAL MANAGER (DEV.)**
- 4 P. K. SINGH : DY. GENERAL MANAGER (CAS-I)**
- 5 “ M. R. CHHINWAL : DY. GENERAL MANAGER (BP)**
- 6- “ N. P. GUPTA : DY. GENERAL MANAGER(FIN.)**
- 7- “ D. V. JASHNANI : MANAGER (LAW-Incharge)**
- 8- “ A. DIXIT : DY. GENERAL MANAGER(CAS-II)**

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri B. R. Sharma, Mgr. (Tech.), Shri R. K. Gupta, Mgr. (Tech.), Shri Ashok Agarwal, DM (CAS), Smt. Saroj Bagadia, DM (Tech.), Shri Anil Goyal, DM (Tech), Shri R. B. Jain, DM (CAS) & Shri Sanjay Tak, DM (Tech.) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :

10/1	Record of minutes of the PC&CC held on 27.09.2011	Confirmed.
10/2	Statement showing the position of compliance of PC&CC decision taken on 27.09.2011	Noted.
10/3	Position of the loan cases cleared by the PC&CC as on 18.10.2011	Noted.

10/4	M/s. Shree Krishna Vatika Buildmart (P) Ltd., Jaipur	Shri Vijay Krishna Modi and Shri Atul Krishna Modi, Directors of the company attended the meeting. During the course of discussions, they submitted that since they have commenced construction of project, therefore, made a request to convert the existing loan account under FAAS into Project Loan Scheme alongwith the proposed loan. The promoter also requested to consider the repayment of existing outstanding loan amount with the repayment of proposed loan, though the interest rate shall remain the existing documented rate, the committee however did not agree with the request of promoter and decided that repayment of existing loan shall continue to be repaid as per the original schedule. Considering the fact that the company had applied for approval of building plan to JNN on 07.07.2009 but the same has been approved by JNN on 19.05.2011 with certain conditions, the committee cleared the case in principle for a further term loan not exceeding to Rs. 1035.00 lacs for construction of Residential Complex at Plot No. B-4 (Eastern Part), Shiv Marg, Bani Park, Jaipur under project loan scheme on the following terms & conditions besides the usual terms & conditions :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. Payable in equated quarterly installments along with principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan commencing from the date of first disbursement of
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		loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The proposed further term loan shall be repayable in 3 years including moratorium period of six months. c) All the directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The promoter's contribution shall not be less than 40% of the project cost. e) Keeping in view the Guidelines circulated vide P&G circular No. 1338 dated 15.07.2010 at para no. 4, it was decided that prior to sanction of loan, borrower/ promoters shall be required to submit affidavit stating therein that the property in question is free from all encumbrances and they will inform the Corporation for the advance received by them within 30 days however, they shall obtain permission from the Corporation as and when the flats / showrooms are sold as per norms of the Corporation. f) Disbursement against the building after completion of plinth level shall be made after the company furnishes the permission for further
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		construction by Commissioner (Planning) in pursuance of condition No. 16 of JNN letter No. 1985 dated 19.05.2011 vide which approval of building plan has been approved by JNN.
10/5	M/s. Columbus Overseas Ltd., Jaipur	Shri Suresh Bajrang Lal Sawalka and Shri Vinod Bajrang Lal Sawalka, Directors of the company attended the meeting. The case was discussed in detail. During discussions, it was informed that the instant case is joint financed case with RIICO Lead institution. The company has applied for sanction of loan Rs. 1000.00 lacs to RIICO and Rs. 800.00 lacs to the Corporation under Builders Scheme for purchase of land for construction of residential complex at plot No. Plot No G-2, Rajmahal Jamna Lal Bajaj Marg Yojna, C-Scheme, Jaipur. The said land has been purchased in auction from JDA and direct payment is to be made to JDA latest by 09.11.2011. Further the committee informed the directors that the Corporation can not commit itself to the said last date for direct payment to JDA, however, the case shall be taken up for sanction after clearance from RIICO ,the lead institution in the case. The promoters also requested that they propose to approach the Corporation again in second phase for a loan on construction of residential complex on the said plot of land. After detailed discussions, the case was cleared in principle under “Scheme for Financing for Builders/ Commercial /Residential Complexes/ Multiplexes, Hotels (Tourism related activities), hospitals, Nursing Homes for purchase of land and building” for taking up the case for sanction

		on detailed appraisal by RIICO, for a term loan not exceeding Rs. 800.00 lacs for director payment to JDA alongwith RIICO for purchase of land against land cost for construction of residential complex at plot No. Plot No G-2, Rajmahal Jamna Lal Bajaj Marg Yojna, C-Scheme, Jaipur on the usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 18.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan commencing from the date of first disbursement of loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 3 years including moratorium period not exceeding six months. c) All the Directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.
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		d) The proposed loan of RFC and RIICO shall be secured by first pari-passu charge on the land situated at Plot No.G-2, Rajmahal, Jamna Lal Bajaj Marg Yojna, C-Scheme, Jaipur measuring 3921.95 Sq.Mtrs and future fixed assets thereon. e) As per title examination report, the Corporation may accept the title of proposed land subject to detailed examination of title at the time of furnishing the lease deed by the company from JDA for creation of Equitable Mortgage simultaneously with the payment to JDA (Seller of the Land) by the corporation. f) The company shall submit CIBIL Reports of all the directors, company and its sister concerns, before sanction of loan. g) The party shall pay the balance cost of land out of its own sources to JDA and receipts of JDA in this behalf shall be produced by the party before execution of loan documents. h) If the company approaches the Corporation for sanction of further loan under Project Loan Scheme for construction of residential complex within 6 months from the date of sanction after approval of building map from the competent authority; the rate of interest shall be revised to prevalent rate applicable under Project Loan Scheme for residential complex, at the time of execution of loan documents. The revised rate of interest under the respective project loan scheme shall
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		be charged on the existing outstanding in the land loan account from the date of execution of loan documents for further term loan subject to the condition that in case any default is made in the existing land purchase account, the Corporation shall revert interest rate to original rate of interest charged in the loan account of land purchase, in addition to liquidated damages payable from time to time on the amount of default for the default period as per norms. i) If the company approaches the Corporation for further loan under Project Loan Scheme for construction of residential complex; the further loan amount shall not be less than 33% of the loan sanctioned against purchase of land. The interest rate and repayment period, both shall be applicable only after compliance of conditions as mentioned above.
10/6	M/s. Dugar Overseas (P) Ltd., Neemrana	Shri Manoj Dugar, director & Shri Sanjay Jain Executive Director of the Company, attended the meeting and detailed discussions were held on the project. Shri Manoj Dugar informed that they are going to manufacture the candy, an import substitute, of international standard, in technical collaboration with a Thailand Company (M/s. General Candy Co. Ltd., Thailand) in the brand name of “Love Candy” with the help of imported machinery. After detailed discussions, the case was cleared in principle for detailed appraisal of a term loan not exceeding Rs. 5.50 Crores for

		setting up a unit to manufacture the confectionary items (candy) at Plot No. G-120 to G-122, EPIP, RIICO Industrial Area, Neemrana, under Project Loan Scheme on usual terms & conditions including the following:- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan commencing from the date of first disbursement of loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding twelve months. c) The directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The company shall furnish collateral security of marketable and mortgageable immovable property
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		situated in urban area having value not less than Rs. 250.00 lacs. e) PC shall not be less than 40% of the project cost. Committee further decided that the detailed appraisal shall be taken up after receipt of written consent for furnishing collateral security from the promoter of the company.
10/7	Note reg. M/s. Bhatia Colonizers (P) Ltd., Kota	The committee observed that the company wants to replace the primary security by the collateral security, the same can not be allowed. The company has also proposed to revise the earlier approved project . After discussions, the committee decided to advise the party to deposit the entire outstanding loan before primary security documents are released.
10/8	Note reg. Suggestions of Nodal Officers.	After detailed discussions on the Agenda Note, the committee took the following decisions:- a) Insisting of Collateral security in marble oriented projects at Rajsamand; the committee noted that the condition of collateral security has already been relaxed to some extent as per P&G circular No. 1394 dated : 01.09.2011. Therefore, the committee did not agree to consider further relaxation in the existing policy, circulated vide P&G circular No. 1394 dated : 01.09.2011. b) Waiver of condition of Collateral security in Granite oriented projects at Jalore & Abu Road.

		The committee observed that this matter has already been covered at Agenda Item No. 10 placed by Technical Cell, separately. The decision taken in Agenda Item No. 10, shall be applicable for financing of Granite Projects at Jalore and Abu Road. c) Liberlisation/ modification in the utilization of loan under FAA Scheme; the committee observed that as per present norms laid down in the scheme, borrower may utilize the loan in a firm, concern & company in which he is proprietor, partner and director. However, the purpose of loan shall be disclosed before sanction of loan to check the end-use of the funds, properly. The committee further observed that the utilization of loan in the eligible activity, as per SFCs Act is essential. Therefore, after discussions, the committee did not agree for further modification in the scheme. d) Financing against the land allotted by RIICO; the matter was discussed in detail and it was noted that the Corporation is considering finance against land allotted by RIICO under Project financing. Merely financing on land, does not boost industrialization. Therefore, the committee decided to follow the existing guidelines laid down under Project Financing Scheme of the Corporation
10/9	Note reg. Suggestions of Nodal Officers.	Detailed discussions were held on the Agenda Item wherein it was informed that borrowers are facing problem in

		surrendering land /strip of land for aam rasta / approach road to the site of the company; the concerned Land Conversion Authority does not mention anything about approach road, in their conversion order. After detailed discussions it was decided to refer the matter through Industry Department to Revenue Authorities of the state Government by the Law Section at HO.
10/10	Note reg. relaxation of collateral security norms for granite slab units.	The agenda note about Relaxation of Collateral Security norms for granite slab unit in case of M/s.Shree Nath Stone Craft Pvt.Ltd., Abu Road was discussed in detail and after detailed discussions, it was decided that it is to be ensured while sanctioning of loan at field offices, if the loan amount is more than MRV of existing and proposed land and building, additional collateral security (as per P&G circular No. 1374 Dated : 08.03.2011) be invariably obtained equal to the difference of loan amount and MRV of prime assets , for the projects of granite slab manufacturing units (Water base) having size 2'x8' and above.
10/11	M/s. Ghatela complex, Nagaur	After detailed discussions, the case was deferred and the committee decided that promoter may be called for discussions in the next PC&CC meeting.
10/12	Note reg. M/s. S. B. Mineral Industries, Udaipur.	After discussions the case was deferred, It was decided to seek information from the branch office about the Modus operandi in the matter first.
10/13	Note reg. MRV calculation at VKIA, Chittorgarh & other RIICO Industrial areas.	The agenda note regarding MRV calculation at VKIA, Jaipur, Chittorgarh and other RIICO Industrial Area was discussed in detail and after detailed discussions, it was decided that Corporation may continue with the guidelines already issued in this regard, for the areas of VKIA, Jaipur and

		Chanderiya, Chittorgarh where the land rate has already been decided by Corporation after ascertaining position in the respective area by team of HO officers without any capping prescribed vide PG Circular No.1397 dated 23.09.2011.
10/14	Note reg. Investment of liquid funds with mutual funds.	After discussions the committee decided that the corporation may invest its liquid funds in Mutual funds managed by public sector companies/corporations such as UTI ,SBI and LIC etc on short term basis. The approval of the Board in this regard may be obtained by the finance section.
10/15	M/s. Kuber Motel & multiplex, SGNR.	While reviewing the pending loan applications at HO, the committee observed that the case was deferred in the last PC&CC for want of more information with regard to title documents. The concern has submitted some of the documents related to title of land recently. After detailed discussions, the committee cleared the case in principle for detailed appraisal for a term loan for construction of a commercial complex cum hotel at Kila No. 16 & 17, Mukam No. 49/61, Chak No. 1-A-Chhoti, N. H. 15, Suratgarh Road, Shiv circle, Sriganganagar, under CRE Sector, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. Payable in quarterly installments. The documented rate of interest shall be reset after three year during the currency of loan commencing from the date of first disbursement of loan including token disbursement and the

		Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) All partners of the concern shall furnish their personal guarantee for repayment of the proposed loan alongwith interest and other charges thereon. c) The BO, SGNR shall examine the title of land in detail, after obtaining the all original documents / papers, and before accepting the same, BM will visit the office of UIT Sriganganager to examine the record and to enquire that the firm is the lessee of the land and lease deed is validly issued in the name of firm u/s 90 (B) of Rajasthan Land Revenue Act 1956, before execution of loan documents.
10/16	M/s. MICA INDUSTRIES LTD., KEHRANI, BHIWADI.	While reviewing the pending loan applications at HO, the committee observed that the company has applied for a term loan of Rs. 16.00 Crores under UPGB Scheme of the Corporation for setting up of a Project for manufacturing the HB wires at SP-177 & SP-178, RIICO Industrial Area, Kehrani, Bhiwadi. During the course of discussions it was informed that so far the company has repaid Rs.122.63 lacs term loan of Corporation & have also repaid the term loan of Federal Bank. As per UPGB Scheme, maximum admissible loan can be 5 times of the RFC term loan repaid.

		After discussions, the committee decided that term loan repaid to Federal Bank would not be considered for working out the admissibility of term loan under UPGB Scheme. Therefore, under UPGB Scheme, the company is eligible for a further term loan of Rs. 613.15 lacs only. If the company is reportedly desirous to avail term loan of Rs. 16.00 crores then it can be considered under General Term Loan Scheme instead of UPGB scheme , the company may be advised to submit written consent for the same.						
10/17	Other matters :	a) During the discussions, the committee observed that the disposal of the loan cases at HO level are being delayed for want of information from the BOs / entrepreneurs. For timely disposal of the cases, the committee took the followings decisions :- <table><tr><td>1)</td><td>The concerned appraisal teams at HO level, shall remain in touch with the Nodal Officer of BO concerned and interact with him about the case for vigorous persuasion both with BO and entrepreneur for early submission of the deficiencies observed by the appraisal team.</td></tr><tr><td>2)</td><td>The Nodal Officer concerned, shall participate in the Meeting of PC&CC during discussions on the concerned loan case.</td></tr><tr><td>3)</td><td>All the agenda items of CA Section and GB Division of PC&CC shall be placed after approval of ED inplace of CMD.</td></tr></table>	1)	The concerned appraisal teams at HO level, shall remain in touch with the Nodal Officer of BO concerned and interact with him about the case for vigorous persuasion both with BO and entrepreneur for early submission of the deficiencies observed by the appraisal team.	2)	The Nodal Officer concerned, shall participate in the Meeting of PC&CC during discussions on the concerned loan case.	3)	All the agenda items of CA Section and GB Division of PC&CC shall be placed after approval of ED inplace of CMD.
1)	The concerned appraisal teams at HO level, shall remain in touch with the Nodal Officer of BO concerned and interact with him about the case for vigorous persuasion both with BO and entrepreneur for early submission of the deficiencies observed by the appraisal team.							
2)	The Nodal Officer concerned, shall participate in the Meeting of PC&CC during discussions on the concerned loan case.							
3)	All the agenda items of CA Section and GB Division of PC&CC shall be placed after approval of ED inplace of CMD.							

		b) During discussions, the committee felt to review the procedure/guidelines issued vide PG circular No.1087 dt.11.10.04 with regard to extension of validity period of sanction. The Law Section at H.O. shall take necessary action in this regard. c) The Finance Section shall stop the cash payment immediately and make a policy to release all the payments through cheques only. The policy be also be implemented in field offices. d) The F&R Section shall prepare a questionnaires (Exit Interview) to get feed back from the entrepreneurs who have closed their loan accounts or switched over to other FIs. The said performa shall be given at the time of No Dues issuance by the field offices and get it filled from the entrepreneurs , the feed back so received from entrepreneurs be forwarded to CA section at HO; after examination of the same, the CA Section, if required, shall place the same before PC&CC. e) The policy guidelines for restrictive list of RFC Schedule 1/6 (A) & Guidelines for Selective Industries Schedule 1/6 (B) were discussed in PC&CC in detail. Since the guidelines were framed long back and industrial scenario is changing day by day, therefore, same needs to be reviewed. It was therefore, decided to keep the schedule 1/6 (A) and 1/6 (B) in abeyance till fresh guidelines be framed. However, the cases may be appraised and decided on merit.
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		In place of general guidelines, district wise guidelines needs to be prepared for two years and after that it should automatically lapse and fresh guidelines prepared. f) <u>Delegation of sanctioning powers under Flexi Loan Scheme of GB Division, to field offices :</u> It was informed to the committee that under Good Borrowers, the Flexi Loan Scheme was launched in April, 2011 & response from field offices is not very satisfactory; though this scheme is very lucrative and good business can be generated by the Corporation if sanctioning powers under this scheme is delegated to field offices. Therefore, after discussions, the committee decided to delegate the sanctioning powers of this scheme under Good borrowers to field office in addition to the powers conferred under General Loan Schemes of the Corporation within their overall delegated powers for GBD. The Circular to this effect be issued by the GB Division and placed before the Board for its ex-post facto approval. g) The committee directed the BP Cell at HO to take remedial action on the following matters :- <table><tr><td>1)</td><td>A monthly statement shall be prepared showing therein the industrial plots allotted by RIICO in the State and loan applications received against those.</td></tr></table>	1)	A monthly statement shall be prepared showing therein the industrial plots allotted by RIICO in the State and loan applications received against those.
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			2)	A consolidated list of all the field offices be prepared; showing therein the take over / switch over cases by SIDBI & FIs of the preceding two years alongwith reasons thereof and the same be place before committee upto 30.11.2011.
			3)	District wise industrial profile based on availability of raw material, historical & tourism point of view shall be prepared upto March, 2012; the same shall be placed before the committee for taking a view for financial exposure in different segment. Similarly, district wise future plan for industrial areas to be developed by RIICO in next two years shall also be worked out so as to take a view for financing in the above segment.
			3)	A good borrowers meet be organized during the January, 2012 to felicitate the Good borrowers. It was also decided to identify a panel of 4-5 good borrowers which can be recommended to COSIDICI for felicitation at National level. Similarly, a list of existing good borrowers can be prepared to grant some incentive at the level of the corporation, may be in the form of rebate in interest in the last installment, to such borrowers.
		h)		The CA Section shall review all the sanctioned cases of HO level wherein

		sanction letters were not issued due to non deposition of processing charges. Thereafter all such cases shall be placed for cancellation thereof, before the Competent Authority. i) It was decided to explore the possibility to centralize the processing of salary of officers and staff from HO. The P & A section shall initiate the required action in this regard
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The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS)

Copy to :

- 1- PA to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD) /DGM (Tech.)/DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 11TH Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Friday, the 4th day of November, 2011 at 11.00 AM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR**
- 2- “ MOOL CHAND : GENERAL MANAGER (DEV.)**
- 3- “ SIDDHARTH BHAGAT : DY. GENERAL MANAGER (A&I/P&C)**
- 4 “ M. R. CHHINWAL : DY. GENERAL MANAGER (BP)**
- 5 “ D. V. JASHNANI : MANAGER (LAW-Incharge)**
- 6- “ A. DIXIT : DY. GENERAL MANAGER(CAS-II)**
- 7- P. K. SINGH : DY. GENERAL MANAGER (CAS-I)**

Shri H. C. Khunteta, Mgr. (CAS), Shri J. N. Sharma, Mgr. (GBD/CAS), Shri B. R. Sharma, Mgr. (Tech.), Shri R. K. Gupta, Mgr. (Tech.), Shri Anil Goyal, DM (Tech), & Shri R. B. Jain, DM (CAS) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :

11/1	Record of minutes of the PC&CC held on 20.10.2011	Confirmed.
11/2	Statement showing the position of compliance of PC&CC decision taken on 20.10.2011	Noted.
11/3	Position of the loan cases cleared by the PC&CC as on 02.11.2011	Noted.

11/4	M/s. Manglam Ornaments Ltd., Jaipur	Shri N K Gupta, Director of the company alongwith the consultant Shri Ratan Goyal, attended the meeting. During discussions, the committee observed that the nature of land is industrial and RIICO rate of the land i.e. Rs. 160/- per sq. mtr. has not been revised by RIICO since last many years. Looking to the location of the land and considering the prevalent DLC rate at Kanakpura, the committee was of the view that purchase price of the land i.e. Rs. 25.00 crores as per the agreement to sell may be considered as the MRV of the proposed land subject to the condition that the company shall furnish MRV from a private approved valuer (Chartered Engineer) of the Corporation and the MRV reported by CE or the purchase price whichever is lower shall be considered for the purpose of financing. However, the Corporation shall consider loan not exceeding Rs. 10.00 crores for purchase of the said land under "Scheme for Financing for Builders/ Commercial /Residential Complexes/ Multiplexes, Hotels (Tourism related activities), hospitals, Nursing Homes for purchase of land & Building of the Corporation". Shri N K Gupta accepted the proposal but further requested for reduction in the rate of interest which was not agreed upon by the committee. It was also observed that the title documents of the land under consideration is having the area 78995.00 sq. mtrs. whereas the
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		actual land area in possession is 68000.00 sq. mtr. as per agreement to sale dated 21.09.2011. Shri Gupta clarified that the difference in area is due to the reason that part land has gone under the road development. However, the title documents shall bear the land measuring 78995.00 sq. mtrs. Shri Gupta also requested that credit reports from bankers in respect of personal loans / auto loans / housing loans/ mortgage loans of the directors may not be insisted upon in the cases where as per their respective CIBIL report there is no overdues in such loan accounts. In view of the fact that Manglam Group had been associated with the Corporation with satisfactory track record therefore, the said request of the promoter was accepted. After detailed discussions, the case was cleared in principle under "Scheme for Financing for Builders/ Commercial /Residential Complexes/ Multiplexes, Hotels (Tourism related activities), hospitals, Nursing Homes for purchase of land & Building of the Corporation, for detailed appraisal for a term loan not exceeding Rs. 1000.00 lacs for purchase of land (Direct payment to Seller of Land) for construction of hotel and banquet hall at Plot No 1, Kanakpura Industrial Area, Jaipur on the usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as
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		prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 18.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan commencing from the date of first disbursement of loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 3 years including moratorium period of six months. c) All the Directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The company shall submit CIBIL report in respect of company, Directors and its sister concern before sanction of loan. The credit reports from Bankers/FIs in respect of
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		personal loans / auto loans / housing loans/ mortgage loans of the directors shall not be insisted upon in the cases where as per their respective CIBIL report there is no overdues in such loan accounts. e) The proposed loan of RFC shall be secured by first charge by way of creation of equitable mortgage of the land situated at Plot No 1, Kanakpura Industrial Area, Jaipur measuring 78995.00 Sq.Mtrs and future fixed assets thereon. f) As per title examination report, the Corporation may accept the title of proposed land for creation of Equitable Mortgage subject to that the company shall submit the required documents for the aforesaid land for creation of equitable mortgage simultaneously with the payment to the Seller by the corporation. g) The party shall pay the balance cost of land out of its own sources to Seller and receipts of Seller in this behalf shall be produced by the party before execution of loan documents. h) The funds are required for purchase of land and the promoters have agreed to make the balance payment of land to the seller from
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		their own sources except the Corporation loan before loan agreement. Therefore, the eligible loan amount shall be disbursed directly to the seller of the land, ensuring that the entire balance payment towards the purchase of land has been made to the seller and that the sale deed has been registered in favour of the company. The Company shall furnish this registered sale deed simultaneously at the time of execution of loan documents and the title shall be examined by the law officer of B0. i) If the company approaches the Corporation for sanction of further loan under Project Loan Scheme for construction of hotel and banquet hall within 6 months from the date of sanction after approval of building map from the competent authority; the rate of interest shall be revised to prevalent rate applicable under Project Loan Scheme for hotel and banquet hall, at the time of execution of loan documents. The revised rate of interest under the respective project loan scheme shall be charged on the existing outstanding in the land loan account from the date of execution of loan documents
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		for further term loan subject to the condition that in case any default is made in the existing land purchase account, the Corporation shall revert interest rate to original rate of interest charged in the loan account of land purchase, in addition to liquidated damages payable from time to time on the amount of default for the default period as per norms. j) If the company approaches the Corporation for further loan under Project Loan Scheme for construction of hotel and banquet hall; the further loan amount shall not be less than 50% of the loan sanctioned against purchase of land. The interest rate and repayment period, both shall be applicable only after compliance of conditions as mentioned above. k) The company shall furnish MRV from a private approved valuer (Chartered Engineer) of the Corporation and the MRV reported by CE or the purchase price whichever is lower shall be considered for the purpose of financing.
11/5	M/s. Ghatela complex, Nagaur.	Shri Hukma Ram, proprietor of the concern attended the meeting. During the course of discussions, he agreed to submit the revised project report on the commercial

		basis i.e. repayment of Corporation loan by way of selling the complex as per norms. After discussions, the committee cleared the case in principle for a term loan not exceeding to Rs. 46.00 lacs for construction of Commercial Complex at Khasra No 429, Moza Chenar, Plot No. 19 & 22, Mundwa Road, Near Shaheed Smarak, Tehsil & Distt. Nagaur under project loan scheme on the following terms & conditions besides the usual terms & conditions :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. Payable in equated quarterly installments along with principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The proposed further term loan shall be repayable in 3 years including moratorium period of six months. c) The proprietor of the concern shall furnish his personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.
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		d) The promoter's contribution shall not be less than 40% of the project cost. e) Keeping in view the Guidelines circulated vide P&G circular No. 1338 dated 15.07.2010 at para no. 4, it was decided that prior to sanction of loan, borrower/ promoters shall be required to submit affidavit stating therein that the property in question is free from all encumbrances and they will inform the Corporation for the advance received by them within 30 days however, they shall obtain permission from the Corporation as and when the showrooms are sold as per norms of the Corporation. f) The proprietor shall furnish revised project report on commercial basis i.e. showing the viability on the basis of selling the commercial complex. g) The BO shall keep close monitoring and in case of any default, legal action shall be initiated immediately.
11/6	M/s. Rainbow Minerals, Nagaur	Agenda Note was discussed in detail. During the course of discussion, the committee was informed that the collateral security offered by the promoter is located in rural area and having value Rs. 4.21 lacs only as against applied loan of Rs. 25.00 lacs. Therefore, the

		committee observed that the security offered is not adequate; the committee decided to clear the case for appraisal on usual terms & conditions, if the promoter is agreed to provide marketable and mortgageable collateral security located in urban area & having value not less than Rs. 10.00 lacs. If the concern does not agree to provide the same; the case may be closed and the loan application fee be refunded to the extent of 75% excluding the Service Tax & Education cess, as per norms.
11/7	Note reg. Top Up Loan Scheme for existing borrowers for MSME	The loan scheme was discussed in detail; after discussion it was deferred for review on the following points :- a) The quantum of business likely to be fetched under this scheme; b) Different features from the Fast Track Loan Scheme and reasons for low sanction under that scheme. c) Impact of the proposed simplifications in GB norms. Thereafter the same be placed before the committee again for consideration.
11/8	Note reg. Modification in eligibility criteria & parameters in GB Schemes.	Deferred. The likely impact of changes in parameters may be assessed first & there should be clear demarcations between proposed Top-up loan Scheme and GB Schemes.

11/9	Others:	a) It was informed to the committee that as per PG circular No.1289 dated 3.11.2009 insurance of assets is mandatory in all type of units financed by the Corporation whether it is fire prone or not. Before issue of these guidelines insurance of assets was not required in non fire prone industries like marble, stone, mineral grinding etc. A gold card loanee of Rajsamand has made a request for not insisting on insurance of assets in case of the marble gangsaw unit as earlier the Corporation has declared it as non fire prone industry and was not insisting on insurance in cases of marble gangsaw units. After discussions, the committee decided that the policy with regard to insurance of assets issued vide PG circular 1289 dt. 3.11.2009 be reviewed by FR section specially for non fire prone industries like marble, stone, mineral grinding etc.
		b) The committee observed that there may be business potential of CRE sector (commercial / residential) in bigger towns/ districts. After discussions, the committee decided that the BP section shall initiate action for ascertaining likely potential business of CRE sector in 15 to 20 local authorities as these local authorities auction

			the plots regularly for commercial / residential purposes including hospitals in their areas.
		c)	The committee observed that P&C Section was created for Planning and Co-ordination but at present it is only collecting the data with regard to key areas from the BOs but not analyzing the same for the effective use in framing of policies & strategies of the Corporation. The function of planning should be also synchronized with other key functions and strategies. The committee decided that this section should be broad based for the planning purpose. New policies & schemes to be brought out by the Corporation should be analysed in detail. The P&C Section should also provide purposeful information alongwith analysis according to the various Loan schemes on their performance & exposures. The Committee also decided that DGM (P&C) be called in PC&CC Meetings henceforth.

The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS)

Copy to :

- 1- PA to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD) /DGM (Tech.)/DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(CREDIT APPRAISAL SECTION)**

Minutes of the 12th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Friday, the 14th day of November, 2011 at 11.00 AM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

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|----|----------------------|---|-----------------------------|
| 1- | SHRI A. R. CHOUDHARY | : | EXECUTIVE DIRECTOR |
| 2- | “ S. K. ASWAL | : | EXECUTIVE DIRECTOR (FIN.) |
| 3- | “ MOOL CHAND | : | GENERAL MANAGER (DEV.) |
| 4 | “ M. R. CHHINWAL | : | DY. GENERAL MANAGER (BP) |
| 5 | “ D. V. JASHNANI | : | MANAGER (LAW-Incharge) |
| 6- | P. K. SINGH | : | DY. GENERAL MANAGER (CAS-I) |

Shri J. N. Sharma, Mgr. (GBD/CAS), Shri Anil Goyal, DM (Tech), Shri Sushil Gupta, DM (GBD), Shri Sanjay Tak, DM (Tech.) & Shri R. B. Jain, DM (CAS) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC :

12/1	Record of minutes of the PC&CC held on 04.11.2011	Confirmed.
12/2	Statement showing the position of compliance of PC&CC decision taken on 04.11.2011	Noted.
12/3	Position of the loan cases cleared by the PC&CC as on 11.11.2011	Noted.
12/4	M/s. Megha Realmart (P) Ltd., Jaipur (City)	Shri Om Maheshwari and Shri Subhash Gupta, Directors of the company attended the meeting.

		The promoters requested that the seller is based at Kolkatta and is ill and not in a position to move out therefore sale deed is to be executed at Kolkatta by the Sub Registrar of Jaipur therefore payment to seller by RFC may be made at kolkatta. The request of the party was considered favourably. As regard the request of the party not to insist on CIBIL reports in respect of the company and M/s Exclusive Exports Pvt. Ltd and M/s Kiran Upasana builders as the system has not generated CIBIL reports, the same was considered favourably. After detailed discussions, the case was cleared in principle under “Scheme for Financing for Builders/ Commercial /Residential Complexes/ Multiplexes, Hotels (Tourism related activities), hospitals, Nursing Homes for purchase of land & Building of the Corporation, for detailed appraisal for a term loan not exceeding Rs. 540.00 lacs, as agreed by the directors, for purchase of land (Direct payment to Seller of Land) for construction of residential complex at Plot No B-I/2 (Middle Portion) Scheme No E, Ghiya Marg, Banipark, Jaipur on the usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 18.50% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan
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		commencing from the date of first disbursement of loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 3 years including moratorium period of six months. c) All the Directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The Corporation shall not insist on CIBIL reports in respect of the company, M/s Exclusive Exports Pvt. Ltd and M/s Kiran Upasana builders as the system has not generated CIBIL reports, however, bankers reports of the company and sister concerns shall be obtained. e) The proposed loan of RFC shall be secured by first charge by way of creation of equitable mortgage of the land situated at Plot No B-I/2 (Middle Portion) Scheme No E, Ghiya Marg, Banipark, Jaipur measuring 2712 Sq.Mtrs and future fixed assets thereon. f) The Corporation shall have further charge on commercial portions
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		measuring approx. 5000- 6000 sq. ft. in their project at Sirsi Road, Jaipur which is financed by the Corporation in the name of their sister concern namely M/s. Kiran Upasna Builders and during the currency of the Corporation loan the promoters will neither sale out nor lease out the said commercial portion. The exact details of the area proposed to be given under further charge of the Corporation for the security of proposed loan shall be furnished by the party before sanction of loan. g) In case the party prefers to execute sale deed at Kolkatta and the Corporation delivers cheque to the seller at Kolkatta in that case the party has to arrange execution of the loan documents on the same day at Jaipur and in case it is not complied with then the BO shall stop payment of the cheque delivered to the seller towards the purchase of land. h) The Corporation shall publish a notice regarding the title in state level news papers at the cost of company. Besides, the company shall furnish all other documents required by Law Officer of BO and the title shall be further examined by Law Section, HO. i) The company shall submit the required documents for the aforesaid land for creation of equitable mortgage simultaneously with the payment to the Seller by the corporation.
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		j) The party shall pay the balance cost of land out of its own sources to the Seller and receipts of Seller in this behalf shall be produced by the party before execution of loan documents. k) The eligible loan amount shall be disbursed directly to the seller of the land, ensuring that the entire balance payment towards the purchase of land has been made to the seller and that the sale deed has been registered in favour of the company. The Company shall furnish the registered sale deed simultaneously at the time of execution of loan documents at Jaipur. l) If the company approaches the Corporation for sanction of further loan under Project Loan Scheme for construction of residential complex within 6 months from the date of sanction after approval of building map from the competent authority; the rate of interest shall be revised to prevalent rate applicable under Project Loan Scheme for residential complex, at the time of execution of loan documents. The revised rate of interest under the respective project loan scheme shall be charged on the existing outstanding in the land loan account from the date of execution of loan documents for further term loan subject to the condition that in case any default is made in the existing land purchase account, the Corporation shall revert interest rate to original rate of interest
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		charged in the loan account of land purchase, in addition to liquidated damages payable from time to time on the amount of default for the default period as per norms. m) If the company approaches the Corporation for further loan under Project Loan Scheme for construction of residential complex; the further loan amount shall not be less than 50% of the loan sanctioned against purchase of land. The revised interest rate and repayment period, both shall be applicable only after compliance of conditions as mentioned at (L) & (M) above.
12/5	M/s. Alliance Prime Estate (P) Ltd., Udaipur	Shri Manvendra Singh, Director of the company attended the meeting. After detailed discussions, the committee cleared the case in principle for a term loan not exceeding to Rs. 335.00 lacs for construction of Vilas at Plot No. B-14 to 29, Khasra No. RG 853 to 856, 1091/831 at Devali, Goverdhan Vilas, Udaipur under project loan scheme on the following terms & conditions besides the usual terms & conditions :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. Payable in equated quarterly installments along with principal amount. The documented rate of interest shall be reset after three years during the currency of loan commencing from the date of first

		disbursement of loan including token disbursement and the Corporation shall charge rate of interest prevailing at that time or existing rate of interest, whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The proposed further term loan shall be repayable in 3 years including moratorium period of six months. c) All the directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The promoter's contribution shall not be less than 40% of the project cost. e) Disbursement against Plot No. 21, 21 (A), 22 & 22 (A) shall be made after the company furnishing the approval of sub division of plot No. 21 & 22 from UIT, Udaipur.
12/6	Note reg. Top Up Loan Scheme for existing borrowers for MSME	After detailed discussions on the Agenda Note, the Scheme was approved with a provision that the additional loan over & above the replenishment amount may be considered with a cap of 25% of principal sum repaid on the security basis. It was also decided that the legal documentation of further loan under this Scheme shall be made as per prevailing guidelines. It was further decided that a P&G circular on the

		scheme may be issued so that maximum business in BP Camp scheduled for 29.11.2011 may be made. The scheme be placed before the ensuing Meeting of Board for ex-post fact approval.	
12/7	Note Reg. M/s. S. B. Mineral Industries, Udaipur.	After detailed discussions, the committee allowed the BO, Udaipur to issue NOC to RIICO for change of the land use of Plot No. A-85(D), MIA, Udaipur on the following conditions :- A) The charge on plot No. A-85(D) would not be released and no title document in respect of above said plot shall be released at any stage. B) The plots No. A-85(C and D) shall be merged and converted for hotel/ resort/ commercial use for which a letter may be issued to RIICO for conversion/ merger of said plots with the condition to return the original title of both the plots after merger and conversion, directly to RFC and the original documents shall not be handed over to party. C) The BO, Udaipur shall make the fresh documents of the existing primary security of plot No. F-441 and collateral security of plot No. A-85(C and D).	
12/8	OTHER MATTERS :	A)	A document be prepared, mentioning therein the time limits of key activities of the Corporation, for circulation to the field offices with copy of the same to the respective District Collectors. The document be prepared by Manager cum Secretary to the Board in consultation with the Manager (CAS) and the Manager (Law).

		B)	The BP Section shall submit a report on the development of clusters for industries and to find out possibilities of RFC financing and consultancy.
		C)	The committee observed that after sanctioning of loans to the units, no mechanism is working for timely disbursement & implementation of projects. The committee decided that Finance Section shall issue suitable guidelines to obtain a schedule of disbursement from the party in loan cases exceeding Rs. 100.00 lac before making first disbursement to ensure close monitoring of such projects. Further, the committee decided that the disbursement / recovery be made through ECS/ RTGS / NEFT w.e.f. 01.01.2012. The Finance Section shall prepare a detail note mentioning legal position under section 138(b) and pros & cons for replacing the existing system based on PDCs.
		D)	The committee decided to further consolidate and promote business activities in association with SIDBI. Accordingly, following actions may be taken by CA Section :- 1. Loan applications which are not covered for financial assistance under SFCs Act due to the restriction of paid up share capital & reserves exceeding Rs.30.00 crore etc., may be referred to SIDBI for financing.

			2. Cases of term loan exceeding Rs.20.00 crores may be referred to SIDBI for joint financing.
		E)	It was decided that the ceiling of 80% loan amount may be reduced to 60% of the acceptable cost of land under the Builder's Scheme, with immediate effect. It was further decided that henceforth applications under the said loan scheme for sanction of financial assistance to purchase land from private parties shall not be registered. Processing of loan applications already registered shall continue to be made as per the prevailing norms. Accordingly, circular to this effect may be issued by CA Section.
		F)	To generate non fund income by providing consultancy for cluster development, Technical Section may organize a seminar inviting Technical Officers of the Corporation and the representatives of MSME Office, in the Month of December, 2011.

The Meeting then concluded with a vote of thanks to the Chair.

Dy. General Manager (CAS)

Copy to :

- 1- PA to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D)/ GM(A&I).
- 3- DGM (CAS-II/GBD) /DGM (Tech.)/DGM (BP)/ Manager (Law-Incharge).
- 4- All members of Appraisal Teams of Loans /GBD.

**RAJASTHAN FINANCIAL CORPORATION
(P&C SECTION)**

Minutes of the 13TH Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Wednesday, the 7th day of December, 2011 at 11.00 AM and 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:

- 1- SHRI A. R. CHOUDHARY : EXECUTIVE DIRECTOR**
- 2- „ S. K. ASWAL : EXECUTIVE DIRECTOR (F)**
- 3- „ MOOL CHAND : GENERAL MANAGER (DEV.)**
- 4- „ SIDDHARTH BHAGAT : DGM (A&I/P&C)**
- 5- „ P. K. SINGH : DGM (OPERATION-III)**
- 6- „ R. P. MEENA : DGM (CP&M)**
- 7- „ A. DIXIT : DGM (OPERATION-V)**
- 8- „ D. V. JASHNANI : DGM (LAW)**

Shri H. C. Khunteta, Mgr. (CAS), Shri R. K. Gupta, Mgr. (Tech.), Shri Anil Goyal, DM (Tech), Shri Sanjay Tak, DM (Tech.) & Shri R. B. Jain, DM (CAS) were also present.

Following decisions were taken in respect of loan cases and other matters placed before the PC&CC:

13/1	Record of minutes of the PC&CC held on 14.11.2011	Confirmed.
13/2	Statement showing the position of compliance of PC&CC decision taken on 14.11.2011	Noted.

13/3	Position of the loan cases cleared by the PC&CC as on 02.12.2011	Noted.
13/4	M/s. Progressive Air Products (P) Ltd., Sikar	Shri Ranjeet Singh Meel and Shri Bhanwar Singh, Directors of the Company, attended the meeting and detailed discussions were held on the project. Directors informed that they are going to install a project for filling of gases at RIICO Indl. Area, Reengus Distt. Sikar. After detailed discussions, the case was cleared in principle for detailed appraisal of a term loan not exceeding Rs. 2.63 Crores for filling of gases at plot No. SP-172, SKS, RIICO Indl. Area, Reengus Distt. Sikar under General Project Loan Scheme on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding twelve months. c) The directors of the company shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.

		d) The PC shall not be less than 40% of the project cost.
13/5	Note regarding M/s. Alliance Prime Estate (P)Ltd., Udaipur	The request of the company for relaxation in the condition for raising promoter's contribution was discussed in the meeting & after detailed discussions the Committee decided as under :- a) The company shall raise and invest the subscribed and paid up share capital to the extent of 2/3rd of Rs.85.00 lacs (including share premium of Rs.42.00 lac) before first disbursement of loan. b) The company shall raise and invest Interest Free Unsecured Loans (IFUL) to the extent of 2/3rd of Rs.150.40 lacs from directors and / or their relatives, share holders before first disbursement of loan. c) The company shall raise booking advance to the extent of 2/3rd of Rs. 25.00 lacs before first disbursement of loan. Any short fall in booking advance shall be brought in by the promoters from their own sources. The Company shall submit the CA Certificate in support of the investment. d) The remaining amount of PC (1/3rd of total share capital, unsecured loan and booking advance) shall be raised and invested before taking next disbursement of loan. It was further decided that Shri A. Dixit, DGM (Operation –V) shall be link officer of DGM (Operation –I) during his leave period and the case is to be put up for sanction by the team appraised the case.

13/6	M/s. Nitya Hotels Private Limited, Bhiwadi	The case was put up by the existing appraisal team. The committee discussed the case in detail, it was informed by the appraisal team that MRV of land of the proposed hotel project may be around Rs 10 Cr and in no case less than the proposed loan of Rs 6.50 Cr. The proposed land is on the prime location at Bhiwadi. After detailed discussions, the case was cleared for detailed appraisal for a term loan not exceeding Rs. 650.00 lac for hotel & restaurant project at plot No. 4, Bhagat Singh Colony, Bhiwadi , District: Alwar under project loan scheme on the usual terms and condition including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. At present, the rate of interest is @ 14.25% p.a. payable in equated quarterly installments, alongwith principal amount. The documented rate of interest shall be reset after every 12 months (from the date of first disbursement including token disbursement) which shall be the prevailing rate of interest at that time or existing rate of interest; whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months.
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		c) The directors of the company shall furnish their personal guarantees for the repayment of proposed loan alongwith interest and other charges thereon. d) The Promoters contribution shall not be less than 40% of the project cost.
13/7	Note reg. Draft Format of MR-I	The agenda note for the revised format of MR - I was discussed and it was decided to continue with the existing format only for the current financial year as this format requires complete change so that all the desired portfolio data for industries-wise and interest-wise position incorporating all the key areas is available every month. The CMD desired that DGM (CAS) will make necessary changes in the format under the guidance of ED and will place it before the PC&CC so that same can be made operative from 01.04.2012. The CMD also desired that DGM (CAS) should work out credit policy for 2012 and CART system and same should be discussed in the PC&CC to make operative in the next financial year.
13/8	M/s. Community for the Advancement of Education and Research (CAER), SIA, Jaipur	Shri P C Dudi and Shri Aditya Choudhary, Office bearers of the Society attended the meeting. The case was discussed at length and the Committee observed that permission from AICTE / concerned university is yet to be obtained. Earlier the Society had approached the Corporation for financial assistance of Rs. 700.00 lacs under Project Loan Scheme on 25.08.2009 and the case was in principle cleared for a term loan of Rs. 500.00 lacs by the PC&CC in its meeting held on 23.09.2009

		on usual terms & conditions including the stipulated terms and conditions under the said decision. But the Society did not proceed for sanction of loan and the case was closed by the competent authority on 26.10.2009. The society has now approached the Corporation for a term loan of Rs. 500.00 lacs under FAAS for setting up an Educational Institute providing Graduate and Post Graduate Programmes in Management, Information Technology, Hotel Management, Law, etc., and according to the MRV the loan admissibility comes to Rs. 442.55 lacs and EQI works out to Rs.34.06 lacs. In view of above the Society shall furnish cash flow of the income so as they would be able to service the proposed loan alongwith the reasons and justification for applying under FAAS instead of project loan. Accordingly, the case was deferred and to be placed before the committee after the society furnishes the above mentioned information.
13/9	Note reg. Flexi Loan Scheme for Non-assisted Units of the Corporation	Flexi Loan Scheme for Non-assisted units of the Corporation was discussed at length and it was decided to approve the same with the following modifications :- a) The name of the scheme shall be Flexi Loan Scheme for new borrowers. b) Cases financed by SIDBI shall not be eligible for finance under this Scheme. c) The rate of interest shall be as applicable for SME Sector prevailing from time to time.

		d) Bank Statement of the concern for last 3 years will be obtained to see repayment behaviour with Bank. e) In case the party makes two consecutive defaults in payment of interest the Corporation should take possession of the unit.
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The Meeting then concluded with a vote of thanks to the Chair.

-sd-
Dy. General Manager (P&C)

RFC/F. P&C(286)/335

Dated: 12.12.2011

Copy to :

- 1- PA to CMD.
- 2- PS to ED/PA to ED (Finance)/ PA to GM (D).
- 3- DGMs (Operations) concerned/DGM (CP&M)/DGM (Law).
- 4- Concerned Appraisal Teams.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 14th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Wednesday, the 19th day of December, 2011 at 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

- | | |
|----------------------------|--|
| 1. Shri Mool Chand | General Manager (Dev.) |
| 2. Siddharth Bhagat | DGM (P&C) |
| 3. R.P.Meena | DGM (CP&M) |
| 4. D.V.Jashnani | Manager (Law) acting as DGM (Law) |

Shri B.R.Sharma, Manager and Shri R.B. Jain, Dy. Manager (CPM) were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

14/1	Record of minutes of the PC & CC held on 07.12.2011	Confirmed.
14/2	Statement showing the position of compliance of PC & CC decision taken on 07.12.2011	Noted.
14/3	Position of the loan cases cleared by PC & CC on 16.12.2011	1. While reviewing the position it was desired that DGM (CPM) should maintain data for all the loan applications (General & Good borrowers) received and disposed by all DGM (Operation) and prepare all necessary data /statement to be submitted before PC & CC along with the Agenda and provide to P& C Division. 2. (A) It was also desired that DGM (CPM) should monitor number of pending loan applications with all DGM (Operation) and the branches and present as of delayed cases to PC & CC for early disposal of the loan cases. (B) Credit Policy & Monitoring Division will also submit position of loan cases sanctioned Scheme wise and Sector wise keeping in view exposure norms prescribed by the Board and submit to PC & CC from time to time.

Contd..

		3. It was also decided that all the pending cases with all DGM (Operation) should be reviewed by the ED on every Thursday and Friday and position will be placed in PC & CC on every Monday by DGM (CPM) with up-to date data of the cases. 4. While reviewing the position with regards to Credit Risk Management Division of the Corporation it was directed that GM (D) should maintain all Credit Risk Management Data, Segment wise along with other relevant data and submit before PC & CC for information according to the loan cases. The other data relating to their division should be compiled in such a manner, so that all the relevant data may be made available at the time of Annual Report. 5. It was also decided that Law Division should apprise the PC & CC about significant developments and important decisions of Courts having impact on Corporation policies/practices along with opinion for necessary action.
14/4	Note regarding National Disaster Management Guidelines.	After detail discussion on agenda following decision was taken :- 1. The guidelines issued by NDMA shall be applicable to the cases where loan sanctioned is exceeding Rs.10.00 crore. 2. A certificate in prescribed Proforma from a Structural Engineer stating that the construction shall be made as per the structural design for safety provision and the requirement as per National Building Code 2005 and guidelines issued by NDMA, is to obtained at two stages i.e. first at before 25% stage of construction and second at 50% construction is made, failing which the rate of interest shall be enhanced by 1% with immediate effect.

14/5	Modification in Top Up Loan scheme for existing borrowers of MSMEs.	After discussion the modifications as proposed in the agenda note was recommended by the Committee for approval by the competent authority. After approval, a circular may be issued by CPM Division.
14/6	Norms regarding approach road to units coming up on converted land.	After detailed discussion, it was decided to follow the existing norms in this regard till a response from Revenue Department, GOR, is received on referred matter.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&&C(286)/ 355

Dated: 22.12.2011

Copy to :

1. PA to CMD.
2. PS to ED/PA to ED(F)/PA to GM(D)
3. DGM(Credit Policy & Monitoring Division).
4. Manager(Law Division)

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 15th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 26th day of December, 2011 at 3.00 PM, under the Chairmanship of Shri Arjun Ram Choudhary, ED. The following were present:-

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|---------------------------------|-----------------------------------|
| 1. Sh S K Aswal | Executive Director(Fin) |
| 2. Shri Mool Chand | General Manager (Dev.) |
| 2. Shri Siddharth Bhagat | DGM (P&C), (CP&MD) |
| 3. Shri J P Meena | DGM (Operation- IV) |
| 4. Shri Ashutosh Prasad | DGM (Operation- VI) |

Shri S L Oswal, Manager, Sh B.R.Sharma, Manager, Sh Ashok Agarwal, DM, Sh Dinesh Achha, DM Shri R.B. Jain, DM, Shri K.K.Sharma,DM(Law) were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

15/1	Record of minutes of the PC & CC held on 19.12.2011	Confirmed.
15/2	Statement showing the position of compliance of PC & CC decision taken on 19.12.2011	Noted.
15/3	Position of the loan cases cleared by PC & CC on 23.12.2011	Noted.
15/4	M/s Skema International Pvt. Ltd., Sitapura Ind Area, Jaipur.	After discussions and considering the facts mentioned in the agenda note, The committee cleared the case in principal for further term loan not exceeding Rs.100.00 lac under SARAL Loan Scheme to meet out the working capital requirements on usual terms and conditions(as per earlier loans) including the followings: a) The Corporation shall charge rate of interest as prevailing at the time of Ist disbursement of loan. Presently, the rate of interest is @ 15.50% p.a. payable in equated quarterly installments alongwith principal amount. b) The repayment period shall be five years including moratorium period of 6 months.

		c) The Corporation shall have first charge on prime security i.e. land and building of the company by way of equitable mortgage. d) The personal guarantee of Shri Kishore Singh Rathore and Smt. Vimlesh Kanwar shall be taken for the repayment of proposed loan with interest. e) Shri Geneste Jean Pierre, Director of the company shall furnish his consent for the availment of the further loan from RFC at BO. f) The disbursement shall be made in minimum two equal installments or such higher number of installments as the disbursing authority feels appropriate after satisfying the utilization of first installments of loan, further requirement of the working capital and compliance of terms and conditions of sanction letter. g) The CIBIL report of company has been received and according to that the dealings of the company is satisfactory. Further the dealings of the directors with the Corporation is satisfactory. The CIBIL report of directors namely Shri Kishore Singh Rathore and Smt. Vimlesh Kanwar in their individual capacity has not been received, therefore, the same shall be obtained before execution of loan documents.
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15/5	M/s Avinash Beverages, Hanumangarh Junction.	The loan case was discussed in detail. As per minimum promoters contribution of project loan scheme, the loan admissibility, is less than amount applied. The promoters are non income tax payee. The product is categorized in Red category by RPCB and there is a condition regarding for recovering the 50% unearned increase amount in value of leased hold plot by municipal corporation which is offered for collateral security, therefore, it was decided to call the promoter in next PC&CC meeting for discussions. Looking to above, the case was deferred.
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The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C(286)/

Dated: 26.12.2011

Copy to :

1. PA to CMD.
2. PS to ED/PA to ED (F)/PA to GM(D).
3. DGM (Credit Policy & Monitoring Division).
4. DGM (Operation) concerned.
5. Manager (Law Division).

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 16th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 2nd day of January, 2012 at 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

1. Arjun Ram Choudhary	Executive Director
2. Sh S K Aswal	Executive Director (Fin)
3. Shri Mool Chand	General Manager (Dev.)
4. Shri Siddharth Bhagat	DGM (P&C)
5. Shri B L Meena	DGM (Operation - I)
6. Shri R P Meena	DGM(CP&M)
7. Shri Ashutosh Prasad	DGM (Operation - VI)
8. Shri Dharamveer Jashnani	Manager (Law) acting as DGM (Law)

Shri B.R.Sharma, Manager, Sh B L Gurjar, DM & Sh Sanjay Tak, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

16/1	Record of minutes of the PC & CC held on 26.12.2011	Confirmed.
16/2	Statement showing the position of compliance of PC & CC decision taken on 26.12.2011	Noted.
16/3	Position of the loan cases cleared by PC & CC as on 30.12.2011	Noted.
16/4	M/s Maheshwari Grah Udyog, Rajsamand. (Op-I)	The case was discussed and the Committee observed that it is a first case under newly launched Flexi Scheme for new borrowers. The bank has charged penal interest as shown in the statement of account. After detailed discussions it was decided to defer the case with the directions to call the report from BO on following issues : a Reasons for charging penal interest by Bank of Baroda along with period of default. b Rate of interest on which CC limit and term loan sanctioned by the Bank.

16/5	M/s. Nirmal Industries, Sikar (Op-III)	The Committee observed that on the basis of average of prevailing RIICO rate and RIICO Auction rate, the MRV of land and building of existing prime security and collateral security (two industrial plots also in the same Indl. Area) works out to approx. Rs. 78.00 lac which is sufficient for existing and proposed loan. Capping provisions will not be applicable in this case as per Circular No. RFC/MTC-81/317 dt. 14/15.11.2011. Therefore, no additional collateral security for further loan was required. After detailed discussions, the case was cleared in principle for detailed appraisal of further term loan for expansion of their existing unit of Feldspar Powder running at Plot No. E-149, Indl. Area, Ajitgarh, Distt. Sikar under General Project Loan Scheme on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments along with principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding twelve months. c) The proprietor of the concern shall furnish his personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) The PC shall not be less than 40% of the proposed project cost. The ratio of own capital and IFUL in proposed as well as total cost of project shall not be less than 65 : 35 as per norms.
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		e) The collateral security already mortgaged for existing term loan shall have further charge for the proposed term loan.
16/6	M/s Rana Minchem India Private Limited, Makrana. (Op- VI)	Shri Mahesh Kumar Pareek, Shri Chautha Ram Bugaliya, Directors of the company attended the PC&CC meeting and after discussions and considering the facts mentioned in the agenda note, the Committee cleared the case in principle for eligible term loan under Project Loan Scheme for setting up a unit for Mineral Grinding (Marble Powder) at Bidiyad Industrial Area, Makrana, on usual terms and conditions including the followings: a The Corporation shall charge rate of interest as prevailing at the time of first disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. b The repayment period shall be 7 years including moratorium period of 12 months. c The auction of M/s. Moonlight Industry, Industrial Area, Bidiyad was held by the Corporation for Rs. 36.00 lac having land area of 4000 sq. mtrs., last year so rate of land in the area is fetched as Rs. 900 per sq. mtr., accordingly, the value of land of this unit measuring 3060 sq. mtrs., is Rs. 27.54 lac. The total security in the form of land and building will be Rs. 49.34 lac in the project. It is decided that the directors of the Company will submit collateral security of immovable properties located in the urban area having value not less than Rs. 30.00 lac. d The promoters' contribution shall be 40% in the project.
16/7	M/s Avinash Beverages, Hanumangarh Junction. (Op- VI)	Shri Sukha Singh, partner of the concern and Shri Banshi Lal, husband of another partner Smt. Kaushlya Devi Sihag attended the PC&CC meeting and after discussions and considering the facts mentioned in the agenda note, the Committee cleared the case in

		principal for eligible term loan under Project Loan Scheme for setting up a unit for Mineral Water Project at Industrial Area, Phase-II, Hanumangarh, on usual terms and conditions including the followings: - a The Corporation shall charge rate of interest as prevailing at the time of first disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments along with principal amount - b The repayment period shall be 7 years including moratorium period of 12 months. - c The promoters' contribution shall be 40% in the project. - d Consent to establish from RPCB shall be furnished during appraisal of the case. - e The collateral security of immovable property furnished by the partners of the concern located at plot No. D-221, Mini Sachiwalaya Area, Hanumangarh will be accepted subject to submission of permission from Municipal Council, Hanumangarh to mortgage the collateral security mentioning that (i) RFC will have first charge and charge of RFC will come in priority to all other charges. (ii) RFC has every right to recover its dues by way of sale /transfer/lease out the said property without obtaining any further permission from the lessor (Municipal Council, Hanumangarh). (iii) in case of sale/transfer/lease out of mortgaged property by the Corporation, the lessor will have no right to claim to recover the 50% of unearned increase amount in the value of said lease hold plots till the repayment of entire dues and satisfaction of charge of RFC.
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The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C(286)/

Dated: 04.01.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division).
4. DGM (Operation) concerned.
5. Manager (Law Division).
6. DGM(FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 17th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 9th day of January, 2012 at 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

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|------------------------------------|--|
| 1. Arjun Ram Choudhary | Executive Director |
| 2. Sh S K Aswal | Executive Director (Fin) |
| 3. Shri Mool Chand | General Manager (Dev.) |
| 4. Shri Siddharth Bhagat | DGM (P&C) |
| 5. Shri B L Meena | DGM (Operation - I) |
| 6. Shri R P Meena | DGM(CP&M) |
| 7. Shri Dharamveer Jashnani | Manager (Law) acting as DGM (Law) |

Shri R K Gupta, Manager & Sh Sushil Gupta, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

17/1	Record of minutes of the PC & CC held on 02.01.2012	Confirmed.
17/2	Statement showing the position of compliance of PC & CC decision taken on 02.01.2012	Noted.
17/3	Position of the loan cases cleared by PC & CC as on 06.01.2012	Noted. It was decided that all cases more than 15 days old, registered at HO to be placed before the PC&CC by the concerned DGM(Operation). It was further desired that the pendency list given by concerned Operations may be given in two parts i.e. one PC& CC cleared cases and the other cases not yet cleared by PC&CC
17/4	Note regarding observation / suggestions made by visiting SIDBI team. (CPM Division)	<u>Incorporation of KYC Norms:</u> The Committee has noted that the guidelines have already been issued about following the norms of KYC, circulated vide circular no O&M/666 dated 02.01.2008. After discussions it has been decided henceforth to incorporate a note on KYC in the appraisal note. CPM Division may take necessary action for issue of guidelines. <u>Revised Annual Net Worth:</u> After discussions it has been decided to obtain revised net worth statement at the time of granting further loan, reschedulement and change in management. CPM Division may take necessary action for issue of guidelines.

		3. <u>Credit Audit</u>: The matter shall be examined by the A&I section for cases of project cost above Rs 200 Lac and put up agenda before the committee. 4. <u>Effective Insurance Policy</u>: The Committee noted that guidelines in this regard already exist and all the field offices have already been directed vide circular no FR-672 dated 03.11.2011 for making compliance. RRM Division to further monitor compliance.
17/5	M/s Jai Bharat Furnaces Private Limited, Khuskera, Alwar. (Operation -III)	After detailed discussion the case was deferred and it was decided to ascertain whether the company is agreed to provide collateral security and quantum of the same. DGM (Operation) may take overall view after ascertaining the position of similar units working in the area and put up the case again in the next meeting.
17/6	Note regarding Kuber Yarn Industries, Bhilwara. (Operation -I)	The Cases of coverage under Flexi Scheme of Good Borrowers were discussed. It was observed that although the loan account of both the concern were standard in three preceding years but legal notice and action u/s 138 (b) of NI Act were taken for recovery of dues. After discussions, the Committee desired that the category of loan account i.e. "Standard" may be considered at the end of financial year instead of full financial year. This may be considered for all GB cases. CPM Division may take necessary action for issue of guidelines.
17/7	Note regarding Shree Ekling Nath Marbles, Sukher, Udaipur. (Operation -I)	

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C(286)/

Dated: 10.01.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division) for necessary action.
4. DGM (Operation) concerned for necessary action.
5. Manager (Law Division).
6. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 18th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 16th day of January, 2012 at 3.00 PM, under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

1. Shri S K Aswal	Executive Director (Fin)
2. Shri Mool Chand	General Manager (Dev.)
3. Shri Siddharth Bhagat	DGM (P&C)
4. Shri B L Meena	DGM (Operation - I)
5. Shri R M Aswal	DGM(Operation – II)
6. Shri R P Meena	DGM(CP&M)
7. Shri J P Meena	DGM(Operation - IV)
8. Shri A Dixit	DGM(Operation - V)

Shri H C Khunteta, Manager, R K Gupta, Manager, Sh Satish Mamodia, DM, Sh R D Sharma, DM, Sh Sushil Gupta, DM, Sh Anil Kr Goyal, DM & Sh Dinesh Kumar Achha, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

18/1	Record of minutes of the PC & CC held on 09.01.2012	Confirmed.
18/2	Statement showing the position of compliance of PC & CC decision taken on 09.01.2012	Noted.
18/3	Position of the loan cases cleared by PC & CC as on 13.01.2012	Noted. a) While reviewing the position of pending loan cases CMD desired that DGM(CPM) should work out a policy for making effective re-set clause for interest after a specified period. Possibility of fixing specific date for making effective this re-set clause should also be worked out. b) Corporation is financing cases where Corporation has to get charge from banks and other financial institutions, simultaneously. Certain difficulties have been noted by the branch offices. CMD desired that DGM(CPM) and In-charge (Law) may work out guidelines for such cases so that problems being faced in such cases can be sorted out.
18/4	M/s Shiv Shankar Engg & Trading Works, Ajmer (OP-I)	The case was discussed in the meeting and it was observed that the concern applied for loan of

		Rs.70.00 lacs under STL Scheme of Good Borrower. The Committee observed that loan under FAAS was sanctioned in Feb. 2009 and therefore, the concern is not associated with the Corporation for last 3 years, therefore, the case is not covered under GB Scheme. Therefore, as requested by the concern to cover the loan in other scheme, the Committee decided to consider the loan not exceeding Rs.70.00 lacs under Saral Scheme subject to the condition that terms and conditions of loan granted under FAAS shall remain unchanged.
18/5	M/s Suncity Constructions, Rajsamand. (OP-I)	The Committee observed that the concern proposed to construct six number of individual double storied residential houses. The approval of building plan is awaited from local authority, therefore, the Committee decided to clear the case in principle for grant of loan not exceeding Rs.100.00 lacs subject to the condition that at the time of appraisal approved building plan may be obtained.
18/6	M/s Sood Hospitality Pvt. Ltd., Sawaimadhopur. (OP-IV)	Shri Sahil Sood, director of the company alongwith Shri Shailendra Singh, General Manager of the company appeared before the PC&CC and discussed the case in detail. The director and representative were informed that the lease deed executed by the company is not acceptable to the Corporation in view of title examination report. Further various government approvals are in the name of Shri Rajendra Sood another director of the company. It was suggested to obtain loan in the name of Shri Rajendra Sood as proprietorship concern. The director Shri Sahil Sood accepted the suggestion of the PC&CC and in view of this the case was cleared in principle for detailed appraisal for a term loan not exceeding Rs. 400.00 lac in favour of Shri Rajendra Sood proprietor for setting up hotel at Khasra No.4456 (Old Khasra No. 2436) of Village Khilchipur, Tehsil and District Sawai Madhopur under project loan scheme on the usual terms and conditions including the following: a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 14.25% p.a. payable in equated quarterly

		installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. c) The Promoters contribution shall not be less than 40% of the project cost. d) On request of the party, it was decided that application fee already deposited by the company will hold good for the loan to be considered under proprietorship in the name of Shri Rajendra Sood. e) Shri Rajendra Sood, director of the company will submit a letter (alongwith revised loan application form) that he is agreeable to avail loan in his name as proprietorship concern in lieu of the said company. f) The loan from SBI against the property shall be got cleared by the company before execution of loan documents. g) The Corporation shall create equitable mortgage on the land measuring 14400 sq. mtrs. located of Khasra No. 4456 of Village Khilchipur against the security of the proposed loan Rs.400.00 lac. h) The proprietor Shri Rajendra Sood shall have to furnish an undertaking to the effect that all the terms and conditions stipulated in NOCs as regards government approvals shall have to be complied with during the currency of Corporation loan.
18/7	M/s Anubha Maheshwari, Kota. (OP-IV)	Shri Jitendra Choudhary representative of the unit appeared before the PC&CC and discussed the matter. The Committee observed that under the proposed loan for Rs.800.00 lac, the concern has

		requested for take over of loan not exceeding Rs.300.00 lac against land from India Bulls Finance Ltd. The party's request for take over of loan was considered by the Committee. After detailed discussions, the case was cleared in principle for detailed appraisal for construction of a residential complex at Opp. RAPP Guest House Station Road, Kota Junction for a term loan not exceeding Rs. 800.00 lacs under Project Loan Scheme- CRE (including take over of loan not exceeding Rs.300.00 lac from India Bulls Finance Ltd.) on usual terms & conditions including the following:
	a)	The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. payable in equated quarterly installments alongwith principal amount. The documented rate of interest shall be reset after every 12 months during the currency of loan from the date of Ist disbursement and the Corporation shall charge rate of interest prevailing at that time or the existing rate of interest whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default.
	b)	The term loan shall be repayable in 5 years including moratorium period of six months.
	c)	The husband of the proprietress, Shri Gaurav Maheshwari shall furnish his personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.
	d)	Promoters Contribution shall not be less than 40% of the project cost and the same

			shall not be relaxed at any stage.
	e)	The concern shall submit approval letter from the competent local authority regarding approval of building plan in the name of concern before execution of loan documents.	
	f)	The Corporation shall issue letter to the Nagar Nigam, Kota that the said plot at Opp. RAPP Guest House, Station Road, Kota Junction is purchased by Smt. Anubha Maheshwari and the Corporation is considering loan after giving cognizance to the approval of building maps approved in the name of seller Shri Ranbir Mehta.	
	g)	Party has requested that CIBIL report in the name of sister concern namely M/s Nakoda Spun Pipes being partnership concern, may not be generated hence the same was considered by PC&CC and decided not to insist it as also CIBIL report in the name of proprietress has already been received.	
	h)	A letter to SIDBI has to be issued for permission for enhancement in the limit of accommodation as the exposure is exceeding Rs.400.00 lac in the case. However sanction, execution and disbursement may not be with-held for want of SIDBI approval in this regard.	
	i)	The proposed loan shall be secured by way of creation of equitable mortgage on land, building, P&M and MFA on the plot located at Opp. RAPP Guest House, Station Road, Kota Junction.	
	j)	The concern shall furnish original title deeds of the property along with the charge release certificate of India Bulls Finance Ltd. and create equitable mortgage in favour of the RFC for	

		security of term loan of Rs.800.00 lac simultaneously on releasing the Cheque in favour of India Bulls Finance Ltd. for its existing outstanding loan amount not exceeding Rs.300.00 lac. The balance outstanding amount, if any, in the loan account of the concern with India Bulls Finance Ltd. shall be cleared by the concern through its own sources.
		k) The concern shall submit the required documents for creation of equitable mortgage at the time of execution of loan documents simultaneously with the take over of loan from India Bulls Finance Ltd.
		l) The concern to submit consent to establish from RPCB before execution of loan documents and consent to operate at the time of disbursement of last 10% of the disbursable amount.
		m) The concern to submit affidavit stating therein that the property in question is free from all encumbrances and they have not entered into agreement with anyone in respect of the said land and in respect of any part of building and had not received any advance amount from anyone and the same status shall be maintained during the currency of loan unless any written permission is taken from RFC.
18/8	M/s Rajasthan Education Institute & Health Society, Dausa. (OP-V)	The case was discussed in detail. After discussions it was noted by the Committee that earlier the loan of Rs.660 lacs was sanctioned for setting up a Collage for Engineering and MBA courses but the Society has not started MBA courses and it has decided to drop the same. The sanction of further loan for Engineering College alone may not be viable. It was also noticed that there is still undisbursed loan of Rs. 83.04 lac which is yet to be availed by the Society. Keeping all these facts in view, the Committee decided to restrict the loan amount to earlier sanctioned loan of Rs.660 lacs. However, it was decided that if they require any internal adjustment

		for availing the balance loan, the same may be considered. It was further decided to close the loan application and refund 75% of application fee as per norms.
18/9	M/s Sankhala Industries, Jodhpur. (OP-II)	The case was discussed in detail. During discussion it was observed that the loan amount applied is only Rs.50.00 lacs under Single Window Scheme (Term Loan Rs.40.00 lacs & WCTL Rs. 10.00 lacs). The case has been referred to HO as the proposed unit is to be set up on converted land situated in isolated area. As per the powers delegated for sanction of loan to the units to be set up on converted land vide PG Circular No.1405 dated 19.12.2011, the case is out of the purview of powers delegated to BM, although in other cases the sanctioning power of BM, Jodhpur is Rs.150.00 lacs. After discussions, the case was cleared in principle for detailed appraisal for setting up of Quick lime and hydrated lime manufacturing unit at Khasra No.5/1, Village Jawasia, Tehsil Bilara, Distt. Jodhpur under Single Window Scheme of the Corporation for the loan amount not exceeding Rs.50.00 lacs including WCTL of Rs.10.00 lacs with the condition that BO should obtain collateral security of marketable and mortgageable immovable property situated in urban area as per norms. The Committee also decided that in such type of cases, Branches shall make references with details of the cases for prior clearance from HO and after prior clearance the application shall be processed and sanction at BO level with in the delegated powers of sanction as per norms and DGM (CPM) shall circulate the necessary guidelines in this regard.
18/10	M/s Jai Bharat Furnaces Pvt. Ltd., Khuskhera, Alwar. (OP-V)	After detailed discussions on the record received from Branch Office, Bhiwadi regarding performance of similar units working in the area, the committee decided to clear the case in principle for detailed appraisal for a term loan not exceeding Rs. 350.00 lac under general loan scheme on usual terms and conditions including following: 1. Promoters' contribution shall not be less

		than 40% of the project cost. 2. The company to furnish collateral security of immovable marketable and mortgageable property situated in urban area having value not less than Rs 32.00 lac. 3. Term loan shall be repayable in 7 years including moratorium period of 12 months.
18/11	M/s Chandrababhu Buildwell Private Limited, Tijara, Alwar. (OP-V)	After detailed discussions the committee decided to clear the case in principle for a term loan not exceeding Rs. 200.00 lac for setting up a project of hotel & restaurant on usual terms & conditions including following : 1. The company to submit approved building map for hotel & restaurant during appraisal. 2. Promoters contribution shall not be less than 40% of project cost. 3. No loan against the value of land and ground floor shall be considered 4. Term loan shall be repayable in 7 years including moratorium period of 12 months.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C(286)/

Dated: 18.01.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division)
4. DGM (Operation) concerned for necessary action.
5. Manager (Law Division).
6. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 19th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 23rd day of January, 2012 at 3.00 PM and Tuesday the 24th January, 2012 at 11.00 AM under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

- | | | |
|------------|------------------------------|---------------------------------|
| 1. | Arjun Ram Choudhary | Executive Director |
| 2. | Sh S K Aswal | Executive Director (Fin) |
| 3. | Shri Mool Chand | General Manager (Dev.) |
| 4. | Shri Siddharth Bhagat | DGM (P&C) |
| 5. | Shri B L Meena | DGM (Operation - I) |
| 6. | Shri R M Aswal | DGM (Operation -II) |
| 7. | Shri R P Meena | DGM (CP&M) |
| 8. | Shri J P Meena | DGM (Operation – IV) |
| 9. | Shri A Dixit | DGM (Operation-V) |
| 10. | Shri M.R. Chhinwal | DGM (HRD) |

Shri H C Khunteta, Manager, R K Gupta, Manager, Sh Satish Mamodia, DM, Shri Naveen Ajmera, DM, Sh. K.K. Sharma, DM, Sh. B.L. Gujar, DM, Sh R D Sharma, DM, Sh Sushil Gupta, DM, Sh Anil Kr Goyal, DM, Sh Dinesh Kumar Achha, DM and Sh. Sanjay Tak, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

19/1	Record of minutes of the PC & CC held on 16.01.2012	Confirmed.
19/2	Statement showing the position of compliance of PC & CC decision taken on 16.01.2012	Noted.
19/3	Position of the loan cases cleared by PC & CC as on 19.01.2012	Noted. CMD while discussing the loan cases observed that RFC's approach for loaning which is presently security based appraisal, should now be made on credit risk basis and viability of the project. CMD also desired that DGM (CP&M) should arrange modalities with SIDBI for training on CART and Risk Management so that the Corporation can include specific analysis, points based on CART and Risk Management in the appraisal note.

		CMD also desired that a detailed note should be prepared by DGM (CP&M) under the guidance of Executive Director in which specific points may be covered in appraisal note based on CART and Risk Management which should be discussed so that from 1st April, appraisal of loan applications can be started based on the CART and Risk Management. CMD also observed that specific comments by the concerned DGM (Operation) are not included in the note placed before the PC&CC meeting. It was desired that specific comments of the concerned DGM (Operation) about viability of the project, SWOT analysis, marketing strategy and other points which are vital for the project should be mentioned in the key note. While discussing the rates of building construction allowed by the Corporation, CMD desired that Technical Cell should work out rates for construction based on specific requirement of the industry and these rates should be worked out area-wise, based on the experience of RFC financed units and a data bank should also be maintained in this respect in Technical Cell. CMD desired that New Business Development Division should work out strategy and start offering consultancy services and support to the promoters of the units who approach the Corporation for the first time and not having sufficient experience in the field of industry or tourism activities. This work should be started on the basis of payment of cost by the loanes. Later on, certain payments can be obtained depending on the nature of service provided.
19/4	M/s.Shri Ram Stone & Marble P.Ltd., Chittorgarh	After detailed discussions, the committee decided to clear the case in principle for a term loan not exceeding Rs.70 lac for expansion of unit for manufacturing of Marble slabs & Tiles under Project Loan scheme on usual terms & conditions including the following: i) Promoter's contribution shall not be less than 40 % of proposed project cost. ii) The term loan shall be repayable in 7 years including moratorium period of 12 months.

		iii) The Corporation shall have first charge on the existing and proposed assets of the unit.
19/5	M/s. Pushkar International, Pushkar, Ajmer	After detailed discussions, the committee decided to clear the case in principle for a term loan not exceeding Rs.100 lac for establishing Hotel under Project Loan scheme on the usual terms & conditions including the following: i) The concern shall submit approved building map from the local authority at the time of appraisal. ii) Promoter's contribution shall not be less than 40 % of project cost. iii) The term loan shall be repayable in 7 years including moratorium period of 12 months. iv) The loan shall be disbursed after ensuring raising of 100% promoter's contribution as envisaged in the project. v) The concern shall employ professional person of the line to manage the Hotel before second disbursement of loan. vi) NBDD section may explore the possibilities of providing consultancy to the unit on payment basis for establishing the Hotel subject to consent of the promoter.
19/6	M/s. Hiran Developers Pvt. Ltd., Udaipur	After detailed discussions, the committee decided to clear the case in principle for a term loan not exceeding Rs.800.00 lac for Construction of Residential Complex under Project Loan scheme on usual terms & conditions including the following: i) Promoter's contribution shall not be less than 40% of proposed project cost. ii) The term loan shall be repayable in 3 years including moratorium period of 6 months. iii) Approved building plan from local authority shall be obtained at the time of appraisal.
19/7	M/s. Jilani Textile Mill, Balotra	The case was discussed in detail; the committee observed that the concern has applied for a term loan of Rs. 50.00 lacs under TUF Scheme for the project of cloth dying and finishing unit at Plot No. H1-173 to H1-175, RIICO Industrial Area,

		Phase-III, BALOTRA. After discussions, the committee cleared the case in principle for detailed appraisal for a term loan not exceeding Rs. 50.00 lacs, under TUF Scheme, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. c) The PC shall not be less than 40% of the project. d) The Corporation shall create further equitable mortgage on the land measuring 2171.75 sq. mtrs. located at Plot No. H1-173 to H1-175, RIICO Industrial Area, Phase-III, BALOTRA & building constructed thereon and hypothecation of Plant & Machinery against the security of the proposed loan Rs.50.00 lac. e) The husband of the proprietress, Shri Gani Mohd. shall furnish his personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. f) The proprietress of the concern namely Smt. Salma shall furnish her personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon.
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		g) CLCSS benefit shall be considered as per the norms laid down under TUF Scheme. h) The concern shall submit an undertaking to the effect that the amount of CLCSS (TUF) shall be released only after receipt of the same from SIDBI / Ministry of Textile. Any short fall in subsidy for any reason; shall be met out by the promoter from her own sources. i) In case the subsidy is not made available to the concern and party approaches for further loan against the subsidy amount; the same shall be considered as per norms of the Corporation.
19/8	M/s. Organo Snacks & Cereal Industries, Jodhpur City	The facts mentioned in the Agenda Note were discussed in detail. After detailed discussions; the committee decided that the loan application / request of proprietor of the concern Shri Kishore Singh Parihar cannot be considered favourably and his loan application / request be closed. As such the BO Jodhpur (City) be advised accordingly.
19/9	M/s Khushal Industries, Jaipur	As per earlier decision of PC&CC in its meeting held on 09.01.2012, all the cases pending for more than 15 days are to be placed before PC&CC. Accordingly, the case was placed before PC&CC meeting. After discussions, it was decided that the cases proposed for closure may be put up separately on the concerned file before the Competent authority for decision.
19/10	M/s Suncity Landmark Townships Pvt., Ltd.	
19/11	M/s Pangaea Overseas, Deoli, Tonk.	The case was placed before PC&CC in its meeting held on 23.1.2012 wherein following decision was taken: “Shri Manish Agarwal, husband of the promoter Smt. Preeti Agarwal attended the PC&CC meeting and presented the case in detail. The committee observed that husband of the promoter is actively involved in the affairs of the unit. In this light, a detailed discussion took place as regards issues pertaining to viability aspects and risk analysis of

		the project. After discussions and considering the information given by the representative and facts mentioned in the agenda note, the Committee cleared the case in principle for loan not exceeding Rs. 60.00 lac i.e. up to the value of MRV of land + proposed building under Project Loan Scheme for setting up a unit for stone cutting Project at G-11, RIICO Industrial Area, Deoli, District: Tonk, on usual terms and conditions including the followings: - The Corporation shall charge rate of interest as prevailing at the time of first disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments along with principal amount. The interest shall be compounded quarterly and also in case of delay in repayment, the liquidated damages as applicable from time to time (presently 3% per annum) on the amount of default for the period of default shall be charged. - The repayment period shall be 7 years including moratorium period of 12 months. - The promoters' contribution shall not be less than 40% of the project cost. - Shri Manish Agarwal, husband of the promoter of the unit shall furnish personal guarantee for repayment of loan and interest thereon before execution of loan documents. - The condition stipulated by law section i.e. to obtain approved building plan may not be insisted upon, however, the construction shall be made according to the site plan by leaving the set backs as prescribed by RIICO.
19/12	M/s Nitya Hotels Pvt. Ltd. Bhiwadi.	After discussions, the committee recommended to sanction a term loan of Rs 540.00 Lac for Hotel & Restaurant project at Bhiwadi under project loan scheme on the terms & conditions as stipulated in the loan proposal.

19/13	PC&CC note for compliance of the decision taken in PC&CC meeting held on 09.01.2012.	It was informed that decision has already been taken on the file of CP&M; therefore, the note was not discussed.
19/14	Note regarding placing of appraised sanctioned note before the PC&CC for consideration.	After detailed discussions on the agenda note the Committee decided as under :- 1. The appraised note shall be placed before the PC&CC for its consideration and recommendations of PC&CC. After recommendation of PC&CC the loan proposal shall be placed for sanction of loan before sanctioning authority. 2. The promoters (Other than Good Borrowers) shall be called in the PC&CC at the time of discussion of the case for prior clearance.
19/15	M/s. Maheshwari Grah Udyog, Rajsamand	After detailed discussions, the committee decided to clear the case in principle for a loan not exceeding Rs.15.00 lac under Flexi scheme for New Borrowers on the following usual terms & conditions including the following: 1. That the existing and proposed assets of the units will come under the first charge of the corporation. 2. The term loan and CC limit account with BOB, Kankroli shall switched over to the Corporation as per procedure laid down for the purpose.
19/16	Note regarding Voluntary Scheme for availing Leave Without Pay for a period of five years (LWP Scheme 2012)	The scheme was discussed at length. It was decided that a proposal in this regard may be placed before the Board for consideration with the stipulation that employee who has availed benefit under the scheme shall report back on duty on due date, not later by the end of month in which leave expires, failing which it shall tantamount to resignation from the services of the Corporation.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C(286)/

Dated: 27.01.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division)
4. DGM (Operation) concerned for necessary action.
5. DGM(HRD)
6. Manager (Law Division).
7. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 20th Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 30th day of January, 2012 at 3.00 PM under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

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|-----------|---------------------------------|--|
| 1. | Arjun Ram Choudhary | Executive Director |
| 2. | Sh S K Aswal | Executive Director (Fin) |
| 3. | Shri Siddharth Bhagat | DGM (P&C) |
| 4. | Shri R P Meena | DGM (CP&M) |
| 5. | Shri J P Meena | DGM (Operation – IV) |
| 6. | Shri Onkar Mal | DGM(R&RM) |
| 7. | Shri Ashutosh Prasad | DGM (Operation-VI) |
| 8. | Shri Dharamveer Jashnani | Manager (Law) acting as DGM (Law) |

Shri H C Khunteta, Manager, B R Sharma, Manager, Sh Ashok Kumar Agarwal, DM and Sh Dinesh Kumar Achha, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

20/1	Record of minutes of the PC & CC held on 23.01.2012	Confirmed.
20/2	Statement showing the position of compliance of PC & CC decision taken on 23.01.2012	Noted.
20/3	Position of the loan cases cleared by PC & CC as on 26.01.2012	Noted. While reviewing the appraised cases placed for recommendation for sanction CMD desired that credit rating statement should invariably be included in the proposal with each case. It was also desired that a para for KYC (Know Your Customer) should also be included in appraisal note. It was desired that any case which is getting switched over of account from the Corporation to bank or any other financial institution the concerned DGM(Operation) should discuss with the entrepreneur and find out reasons for switch over so that corrective measures can be taken by the Corporation. It was also desired that details of the cases

		switched over from the Corporation during the financial year should be collected by the DGM(RRMD) and a detailed note about the reasons. Suggestions and corrective steps for curtailment of such switch over be placed before the PC&CC. It was also desired that review of credit rating given by the Corporation in the past 3 years with the performance of the units by the DGM (CPM) and a report should be prepared based on this for placing before PC&CC for review. It was also desired that Technical Cell should place the figures about comparative construction cost, Plant & Machinery in the cases prepared by different DGMs (Operation) for review in the PC&CC.
20/4	M/s Rana Minichem India Private Limited, Makrana. (Operation- VI)	The loan proposal of the case was placed before the Committee & after detailed discussions, the Committee recommended for sanction of a term loan of Rs. 90.00 lacs to the company under project loan scheme for setting up a project for mineral grinding (marble powder) at plot No. G-230- 231, RIICO Industrial Area, Bidiyad, Tehsil: Parbatsar, (Makrana), District: Nagaur as per the terms & conditions stipulated in the loan proposal.
20/5	M/s Avinash Beverages, Hanumangarh Jn. (Operation- VI)	The loan proposal of the case was placed before the Committee & after detailed discussions, the Committee recommended for sanction of a term loan of Rs. 45.00 lacs to the concern under project loan scheme for setting up a project for mineral water at plot No. H-31, RIICO Industrial Area, Hanumangarh Junction as per the terms & conditions stipulated in the loan proposal.
20/6	M/s Vaibhav Indo Plastic Processors, Jaipur. (Operation- VI)	After detailed discussions, the committee decided to clear in principle for a loan not exceeding Rs.30.00 lac under Flexi Loan Scheme for New Borrowers on the usual terms & conditions including the following: 1. The existing and the proposed assets of the unit will come under the first charge of the Corporation.

		2. The CC limit account with PNB, Jhotwara Branch, Jaipur shall be switched over to the Corporation as per procedure laid down for the purpose and remaining amount of Flexi Loan shall be used by the concern for working capital requirement. 3. The concern will repay the term loan of Rs.8.29 lacs or outstanding of term loan account with PNB, from its own sources before execution of loan documents.
20/7	M/s Shri Rajendra Sood (Prop), Sawaimadhopur.	The loan proposal of the case was placed before the PC&CC and after detailed discussions, the Committee recommended for sanction of a term loan of Rs. 400.00 lacs to the concern under project loan scheme for construction of hotel and restaurant at Khasra No.4456 (Old Khasra No. 2436) of Village Khilchipur, Tehsil and District Sawai Madhopur under project loan scheme, as per the terms & conditions stipulated in the loan proposal.
20/8	M/s Pangaea Overseas, Deoli, Tonk.	The loan proposal of the case was placed before the PC&CC and after detailed discussions, the Committee recommended for sanction of a term loan of Rs. 38.50 lacs to the unit under project loan scheme for setting up a project for Sand Stones & Slate Stone cutting at Deoli, District: Tonk, as per the terms & conditions stipulated in the loan proposal.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C (286)/

Dated: 01.02.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division)
4. DGM (Operation) concerned for necessary action.
5. DGM(RRMD)
6. Manager (Law Division).
7. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 21st Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Monday, the 6th day of February, 2012 at 3.00 PM under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

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|-----------|---------------------------------|--|
| 1. | Arjun Ram Choudhary | Executive Director |
| 2. | Sh S K Aswal | Executive Director (Fin) |
| 3. | Shri Siddharth Bhagat | DGM (P&C) |
| 4. | Shri R P Meena | DGM (CP&M) |
| 5. | Shri J P Meena | DGM (Operation – IV) |
| 6. | Shri Ashutosh Dixit | DGM (Operation-V) |
| 7. | Shri Onkar Mal | DGM(R&RM) |
| 8. | Shri Dharamveer Jashnani | Manager (Law) acting as DGM (Law) |

Shri H C Khunteta, Manager, R K Gupta, Manager, Sh A K Sood, Manager, Sh Satish Mamodia, DM, Sh. B.L. Gujar, DM, Sh Dinesh Kumar Achha, DM and Sh. Sanjay Tak, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

21/1	Record of minutes of the PC & CC held on 30.01.2012	Confirmed.
21/2	Statement showing the position of compliance of PC & CC decision taken on 30.01.2012	Noted.
21/3	Position of the loan cases received, cleared and Pending as on 02.02.2012.	Noted.
20/4	M/s Progressive Air Products Pvt Ltd., Reengus, Sikar. (Operation-III)	After discussions, the committee recommended to sanction a term loan of Rs. 176.00 lacs to the company for setting up a project for filling of gases at Plot No. SP-172, RIICO Industrial Area SKS, Reengus, Distt Sikar on the standard terms and conditions as mentioned in the loan proposal. The committee observed that credit rating chart alongwith note regarding KYC norms compliance may also be appended with the loan proposal.
20/5	M/s Express Buildcon Private Limited, Kota. (Operation-IV)	Nobody from the party's side appeared before the Committee, however, the committee noted the details mentioned in the agenda note and after detailed discussions, the case was cleared in principle for detailed appraisal for a further term loan not exceeding Rs. 350.00 lac for hotel &

		restaurant project at 7, Rajeev Gandhi Nagar Scheme, Kota under project loan scheme on the usual terms and condition including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. At present, the rate of interest is @ 14.25% p.a. payable in equated quarterly installments, along-with principal amount. The documented rate of interest shall be reset after every 12 months (from the date of first disbursement including token disbursement) which shall be the prevailing rate of interest at that time or existing rate of interest; whichever is higher. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. In view of earlier decision taken in PC&CC meeting held on 26.7.11, the existing loan under the builders scheme granted to the unit shall be converted into the project loan scheme, thus, the interest rate shall be applicable as per prevailing interest rate for hotel project as the party approached the Corporation for further loan within a stipulated period i.e. 6 months from the date of first disbursement i.e. 19.09.2011. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. c) The directors of the company shall furnish their personal guarantees for the repayment of proposed loan along with interest and other charges thereon. d) The Promoters contribution shall not be less than 40% of the project cost.
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		e) The committee considered the request of the party and decided not to insist for deposition of fresh loan application fee in view of the fee earlier deposited at the time of registration of original loan application. f) Up dated CIBIL reports shall be obtained during appraisal of the case. g) The company shall furnish NOC from Tourism Department for setting up hotel before execution of loan documents. The Corporation shall continue to create equitable mortgage on the land measuring 1897 sq. mtrs. located at Plot No.7, Rajeev Gandhi Nagar Scheme, Kota. The Directors of the company have to furnish an undertaking to the effect that all the terms and conditions stipulated in NOCs as regards government approvals shall have to be complied with during the currency of Corporation loan.
20/6	M/s Ganpati Packaging, Neemrana. (Operation-V)	After detailed discussed, committee did not consider the request of the concern for enhancing of loan from Rs 75.00 Lac to Rs 105.00 Lac and decided to advise BO to consider the case as per decision of PC&CC taken in its meeting held on 27.09.2011.
20/7	M/s Choudhary Ishar Ram Jakhar Shiksha Samiti, Churu. (Operation-III)	After going through the contents of the agenda note and after discussions, the committee decided that the already closed loan application of the Samiti may not be considered for reopening in view of the observations of Law Section as well as scope of Educational Institutions in present circumstances. Further, Committee decided that guidelines may be issued for not considering further finance to Educational Institutions except the cases where the applicant approaches the Corporation for financing under the arrangement of consortium finance with some other bank/ FI as the lead institution.

20/8	M/s Anubha Maheshwari, Kota. (Operation-IV)	The loan proposal of the case was placed before the PC&CC and after detailed discussions, the Committee recommended to defer the case and decided to examine in light of deliberations taken place in case of M/s. Shri Krishna Vatika Build Mart (P) Ltd. Jaipur (during the course of EC meeting of the case) with reference to RBI guidelines and put up the case again in the next meeting for consideration.
	Other matters:	• M/s. Pranay Infrabuild Pvt.Ltd., Kota: In view of request made by the party (Mr. Suwalka) regarding consideration of their loan application, it was decided by the Committee to advise the BO, Kota to accept the loan application under project loan scheme only as per norms. • During the course of discussion in the meeting it was decided that the concerned Operation Division shall examine the closed cases during the financial year and put up complete facts with the recommendation of concerned DGM (Operation) before PC&CC for taking a view for re-opening of the closed loan file.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P& C Div.)

Ref No. RFC.F.P&C (286)/

Dated: 08.02.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division)
4. DGM (Operation) concerned for necessary action.
5. DGM(RRMD)
6. Manager (Law Division).
7. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 22nd Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Tuesday, the 21st day of February, 2012 at 3.00 PM under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

1.	Arjun Ram Choudhary	Executive Director
2.	Sh S K Aswal	Executive Director (Fin)
3.	Sh Mool Chand	General Manager (D)
4.	Shri Siddharth Bhagat	DGM (P&C)
5.	Shri R M Aswal	DGM (Operation – II)
6.	Shri P K Singh	DGM (Operation – III)
7.	Shri R P Meena	DGM (CP&M)
8.	Shri J P Meena	DGM (Operation – IV)
9.	Shri Ashutosh Dixit	DGM (Operation-V)

Shri Madhukar Chaturvedi, Manager, Shri H C Khunteta, Manager, R K Gupta, Manager, Sh B R Sharma, Manager, Sh Satish Mamodia, DM, Sh. A K Agrawal, Sh. K.K. Sharma, DM, Sh. B.L. Gujar, DM, Sh R D Sharma, DM, Sh Sushil Gupta, DM, Sh Anil Kr Goyal, DM, Sh Dinesh Kumar Achha, DM and Sh. Sanjay Tak, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

22/1	Record of minutes of the PC & CC held on 06.02.2012	Confirmed, with a modification that item no 20/4 to 20/8 may be read as 21/4 to 21/8.
22/2	Statement showing the position of compliance of PC & CC decision taken on 06.02.2012	Noted.
22/3	Position of the loan cases received, cleared and Pending as on 09.02.2012.	Noted.
22/4	M/s. Vaibhav Indo Plastic Processors, Jaipur (Operation- VI)	The loan proposal of the unit was placed before the PC&CC wherein after detailed discussions, the Committee recommended for sanction of a term loan of Rs. 30.00 lacs to the concern under Flexi loan Scheme for new borrowers for meeting out working requirement and creation of fixed assets as per the terms & conditions stipulated in the loan proposal.
22/5	M/s. Jilani Textile Mills, Balotra. (Operation- II)	After detailed discussions, the Committee recommended to sanction a term loan of Rs.43.00 lac & 15.00% margin money subsidy (MMS) of Rs. 7.71 lacs to the concern under TUF Scheme, for processing of clothes dyeing & finishing at H-173, H1-174, H1-175 Industrial Area Phase III, Balotra, on the terms & conditions as stipulated in the loan proposal.

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(P & C Division), HO, Jaipur

22/6	M/s Anubha Maheshwari, Kota. (Operation –IV)	The loan proposal of the case was placed before the PC&CC. The Committee observed that the land activity is no more a speculative activity. Besides in the case of service industry like hotel where the Corporation is considering finance against land where it is a part of complete project. In this light, a note may also be put up alongwith the proposal before the EC. After detailed discussions, the Committee recommended the case to be placed before EC for sanction of loan of Rs. 800.00 lac for construction of residential complex at Near RAPP Guest House, Mehta Niwas, Station Road, Kota Junction on the terms & conditions contained in the proposal.
22/7	M/s. Hiranman Developers Pvt Ltd., Udaipur. (Operation- I)	After discussions, the Committee recommended to sanction a term loan of Rs. 800.00 lacs for construction of residential complex at Udaipur under Project Loan Scheme on the terms and conditions as stipulated in the loan proposal.
22/8	M/s Gopi Kishan Prem Prakash, Barmer. (Operation- II)	Shri Gopi Kishan, partner of the concern attended the meeting. After detailed discussions, the case was cleared in principle under “Project Loan Scheme for construction of commercial complex for detailed appraisal for a term loan not exceeding Rs.460.00 lacs, as agreed by the partner near Railway Station, Barmer on the usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 16.25% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 3 years including moratorium period of six months.

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		c) All the partners of the concern shall furnish their personal guarantee for the repayment of proposed loan alongwith interest and other charges thereon. d) A public notice shall be published (at the cost of the concern) in the local level daily news paper of Barmer and in the State level daily news paper to the effect that mortgage of the land in question and objections may be called within fifteen days from the date of publication of such notice. e) The proposed loan of RFC shall be secured by first charge by way of creation of equitable mortgage of the land situated near Railway Station, Barmer measuring 12250 sq.ft. and future fixed assets thereon. f) The Law Officer posted at BO, Jodhpur (City) shall issue a registered letter to all the legal heirs of all the partners stating therein :- <table><tr><td>a)</td><td>that partners of the concern are proposing to mortgage the land (situated near Railway Station, Barmer) for construction of commercial complex thereon to the Corporation for availing financial assistance.</td></tr><tr><td>b)</td><td>If any of them have any objection in this regard or the ownership; the same be filed within fifteen days from the date of issuance of such letter.</td></tr><tr><td>c)</td><td>If no such objection is received by the Corporation within the stipulated time period of fifteen days, the same will be deemed that none of them have any objection.</td></tr></table>	a)	that partners of the concern are proposing to mortgage the land (situated near Railway Station, Barmer) for construction of commercial complex thereon to the Corporation for availing financial assistance.	b)	If any of them have any objection in this regard or the ownership; the same be filed within fifteen days from the date of issuance of such letter.	c)	If no such objection is received by the Corporation within the stipulated time period of fifteen days, the same will be deemed that none of them have any objection.
a)	that partners of the concern are proposing to mortgage the land (situated near Railway Station, Barmer) for construction of commercial complex thereon to the Corporation for availing financial assistance.							
b)	If any of them have any objection in this regard or the ownership; the same be filed within fifteen days from the date of issuance of such letter.							
c)	If no such objection is received by the Corporation within the stipulated time period of fifteen days, the same will be deemed that none of them have any objection.							

**Rajasthan Financial Corporation
(P & C Division), HO, Jaipur**

		In case any of them have any objection; the same will be examined by the Law Officer concerned. The title documents shall be further examined by the Law officer concerned after obtaining all the original documents. g) The concern shall display a board (standard size i.e. 6'X 8') at site to the effect that the property belongs to M/s. Gopi Kishan Prem Prakash and that the project is financed by the Rajasthan Financial Corporation; before execution of loan documents. h) The concern shall furnish building map duly approved from Nagar Palika, Barmer in the name of firm; before sanction of loan. i) The BM, Balotra shall ensure that all the existing construction has been demolished and the entire land is in possession of the firm; before execution of loan documents. j) A letter to SIDBI shall be issued after sanction of loan for approval of extension in limit of accommodation. However, sanction, execution of documents & disbursement of loan shall not be stopped for want of approval from SIDBI.
22/9	M/s B G Steels Private Limited, Bhiwadi. (Operation- V)	Shri Mohindra Kathuria, director of the company and his son Shri Aman Kathuria attended the meeting. After detailed discussions, the case was cleared in principle for detailed appraisal for a term loan not exceeding Rs 1250.00 lac under general loan scheme on usual terms & conditions including the following: 1. Promoters' contribution shall not be less than 40% of project cost. 2. The company to furnish collateral security of immovable marketable and

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		mortgageable property situated in urban area having value not less than Rs 500.00 lac. 3. The existing assets of the company (unit No.1) situated at SP-313(C), Industrial area, Bhiwadi shall also come under second charge of the Corporation and the corporation may provide second charge on the proposed assets (Unit No.2) to the banker, if requested by the company. 4. A letter to SIDBI is to be sent for approval as the loan amount exceeds Rs 1000.00 lac (being a case of Pvt. Ltd. company). However, sanction, execution of documents and disbursement of loan shall not be stopped for want of approval from SIDBI.
22/10	M/s Shiv Shankar Engg & Trading Works, Ajmer (Operation- I)	After discussions, the Committee recommended to sanction a term loan of Rs. 50.00 lacs for mfg. of machinery at Ajmer under SARAL Loan Scheme on the terms and conditions as stipulated in the loan proposal.
22/11	M/s. Express Buildcon P Ltd., Kota. (Operation –IV)	The loan proposal of the case was placed before the PC&CC and after detailed discussions, the Committee recommended the case for sanction of further loan of Rs. 350.00 lac for construction of hotel project at Plot No.7, Rajeev Gandhi Nagar Scheme, Kota on the terms & conditions contained in the loan proposal.
22/12	M/s Mangal Processing Mills, Balotra. (Operation- II)	Shri Mansukh Raj Salecha, one of the partners of the concern attended the Meeting. During the course of discussions, it was informed by the partner that they proposes to change the proposed machinery according to the specifications eligible under TUF Scheme for which revised quotations shall be submitted in due course of time. After detailed discussions; the committee observed that the concern has applied for a term loan of Rs. 133.00 lacs and 15.00% margin money subsidy (MMS) of Rs. 28.13 lacs under TUF Scheme for the project of cloth dying,

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		printing & finished unit at G-167 & 168, H-169 & 170, RIICO Industrial Area, Phase III, Balotra. After discussions, the committee cleared the case in principle for detailed appraisal for a term loan not exceeding Rs. 133.00 lacs and 15.00% margin money subsidy (MMS) eligible as per norms of the Scheme under TUF Scheme for the project of cloth dying, printing & finishing unit, on usual terms & conditions including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. Presently, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments alongwith principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. c) The PC shall not be less than 40% of the project. d) The Corporation shall create further equitable mortgage on the land measuring 4500 sq. mtrs. located at G-167 & 168, H-169 & 170, RIICO Industrial Area, Phase III, Balotra & building constructed thereon and hypothecation of Plant & Machinery against the security of the proposed loan. e) All the partners of the concern shall furnish their personal guarantee for the
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**Rajasthan Financial Corporation
(P & C Division), HO, Jaipur**

		repayment of proposed loan alongwith interest and other charges thereon. f) Margin money subsidy (MMS) shall be considered as per the norms laid down under TUF Scheme. g) The concern shall submit an undertaking to the effect that the amount of MMS (under TUF) shall be released only after receipt of the same from SIDBI / Ministry of Textile. Any short fall in subsidy for any reason; shall be met out by the partners from their own sources. h) In case the subsidy is not made available to the concern and party approaches for further loan against the subsidy amount; the same shall be considered as per norms of the Corporation.
22/13	M/s Param Mahaveer Polymers P Ltd., VKIA, Jaipur (Operation –III)	Shri Amit Khandelwal, one of the directors of the company attended the meeting. After detailed deliberations, the Committee observed that the turn over of the applicant company has drastically gone down during the preceding year and bank has also increased the interest rate upto 15.75% p.a. on the Bank limit being availed by the company (which is proposed to be switched over to the Corporation). Shri Khandelwal informed the Committee that major part of the turn over of the company is supplied to the Govt. Department i.e. PHED and Agriculture. Due to problems of subsidies etc., the supply of the product to Govt. was affected and reduced significantly in the preceding year i.e. .from Rs. 469.94 lac in FY 2009-10 to Rs. 172.84 lac in FY 2010-11. Considering the risk involved in marketing of the product of the company and a drastic decline in the turn over, the performance of the unit was not considered satisfactory. The Committee, therefore, decided not to consider finance to the applicant under Flexi Loan Scheme for new borrowers and to close the loan file.

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		Further it was decided to refund 75% of loan application fee (excluding service tax and educational cess) as per norms.
22/14	Note regarding M/s Aditya Hotel & Restaurant, Nagaur. (Operation –VI)	The agenda note was placed before PC&CC. After detailed discussions, the committee decided not to allow any relaxation in eligibility criteria, (treating the reschedulement granted to the unit as genuine reschedulement) under Flexi Loan scheme for good borrower in the instant case.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P&C Div.)

Ref No. RFC.F.P&C (286)/

Dated: 24.02.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division).
4. DGM (Operation-I, II, III, IV, V & VI)-for necessary action.
5. Manager (Law Division).
6. DGM (FMD), for hoisting on website.

Rajasthan Financial Corporation (P & C Division), HO, Jaipur

Minutes of the 23rd Meeting of the Project Clearance & Consultative Committee of Financial Year 2011-12 held on Tuesday, the 26th day of March, 2012 at 3.00 PM under the Chairmanship of Shri Yaduvendra Mathur, CMD. The following were present:-

1.	Arjun Ram Choudhary	Executive Director
2.	Sh Mool Chand	General Manager (D)
3.	Shri Siddharth Bhagat	DGM (P&C)
4.	Shri B L Meena	DGM (Operation – I)
5.	Shri R M Aswal	DGM (Operation – II)
6.	Shri P K Singh	DGM (Operation – III)
7.	Shri R P Meena	DGM (CP&M)
8.	Shri J P Meena	DGM (Operation – IV)
9.	Shri Ashutosh Prasad	DGM (Operation –VI)
10.	Shri Dharamveer Jashnani	Manager (Law) acting as DGM (Law)

Shri R K Gupta, Manager, Sh Satish Mamodia, DM, Sh. B.L. Gujar, DM and Sh. Sanjay Tak, DM were also present.

Following decisions were taken in respect of matter placed before the PC&CC:-

23/1	Record of minutes of the PC & CC held on 21.02.2012	Confirmed.
23/2	Statement showing the position of compliance of PC & CC decision taken on 21.02.2012	Noted.
23/3	Position of the loan cases received, cleared and Pending as on 22.03.2012.	Noted.
23/4	M/s M D Cold Storage, Sanganer, Jaipur (Operation-III)	None of the partners of the firm attended the meeting. After discussions, the case was cleared in principle for detailed appraisal for a term loan not exceeding Rs. 460.00 lacs for setting up cold storage at plot No. 3, Terminal Market Muhana, Sanganer, Jaipur under Project Loan Scheme for SME Sector on the usual terms and condition including the following :- a) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. At present, the rate of interest is @ 13.50% p.a. payable in equated quarterly installments, along-with principal amount.

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(P & C Division), HO, Jaipur

		In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for the period of default. b) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. c) All the partners of the concern alongwith Sh Murlidhar Tewani and Sh. Jai Kumar Tewani shall furnish their personal guarantees for the repayment of proposed loan along with interest and other charges thereon. d) The concern shall furnish approved building map from the competent authority before sanction. e) The concern shall furnish NOC of Krishi Upaj Mandi Samiti (Lessor) to mortgage the land in favour of the Corporation with the clear stipulation that in case of default in repayment of the loan, interest and other money, the Corporation shall have the right to take over the assets of the unit (including land) and to auction to any other buyer as per provisions of SFCs Act. f) In case of availment of subsidy by the concern from National Horticulture Board, the entire amount of subsidy shall be deposited by the concern against Not Due Principal amount of loan as and when released by the concerned authority. g) The case shall be processed further as per norms against the sanction targets for next FY 2012-13.
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**Rajasthan Financial Corporation
(P & C Division), HO, Jaipur**

		h) The promoters shall convey their consent in writing for processing the case further for sanction on above conditions upto 15.04.2012 or else the loan application shall stand closed and 75% of the loan application fee deposited (excluding service tax & education cess) shall be refunded on the request of the concern. i) A letter to SIDBI is to be sent for approval as the loan amount exceeds Rs. 400.00 lacs (being a case of partnership concern). However, sanction, execution of documents & disbursement of loan shall not be stopped for want of approval from SIDBI.
23/5	M/s Jain Hotel and Resort, Jaipur. (Operation-III)	Shri Sandeep Kumar Jain, son of the proprietress attended the meeting. After discussions, the case was cleared in principle for detailed appraisal for a term loan not exceeding Rs. 390.00 lac for hotel & restaurant project at A-4 & A-13, Metal Colony, Opp. Bhawani Niketan School, Sikar Road, Jaipur under project loan scheme on the usual terms and condition including the following :- a) Being the titles of land in the name of the proprietress Smt Maya Devi Jain, the loan application shall be considered in the name of Smt. Maya Devi Jain in place of M/s Jain Hotel & Resorts. The party has already given consent for the same. b) The Corporation shall charge rate of interest as prevailing at the time of 1st disbursement of loan. At present, the rate of interest is @ 14.25% p.a. payable in equated quarterly installments, along-with principal amount. In case of default, the liquidated damages shall be charged as prevailing from time to time, on the amount of default, for period of default.

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		c) The term loan shall be repayable in 7 years including moratorium period not exceeding 12 months. d) Sh.Padam Cand Jain (husband of the Proprietress) and Sh. Sandeep Kumar Jain (son of the Proprietress) alongwith proprietress of the concern shall furnish their personal guarantee for the repayment of proposed loan along with interest and other charges thereon. e) The Promoter's contribution shall not be less than 40% of the project cost. f) The case shall be processed further as per norms against the sanction targets for next FY 2012-13.
23/6	Note regarding M/s Vatan Press, Jaipur (Operation-III)	Deferred.
23/7	M/s B G Steel Private Limited, Bhiwadi. (Operation-V)	Deferred.
23/8	Information on PDCs.	The matter was discussed and after discussion the draft format was approved. The information shall be collected by DGM (Operations) and provide to DGM (RRM) for necessary action.

The meeting then ended with vote of thanks to the Chair.

Dy General Manager (P&C Div.)

Ref No. RFC.F.P&C (286)/

Dated: 05.03.2012

Copy to :

1. PA to CMD.
2. PS to ED / PA to ED (F) / PA to GM (D).
3. DGM (Credit Policy & Monitoring Division).
4. DGM (Operation- III & V)-for necessary action.
5. Manager (Law Division).
6. DGM (FMD), for hoisting on website.