

RAJASTHAN STATE INDUSTRIAL DEVELOPMENT &
INVESTMENT CORPORATION LIMITED,
UDYOG BHAWAN, TILAK MARG, JAIPUR-302005.

No. ID.D 6(203)
May 18, 2020

(Investment Cell)

OFFICE ORDER

The Board of Directors of the Corporation in its meeting held on March 18, 2020 has approved following amendments in Scheme for Corporate Loan, Incentive Scheme for Good Borrowers, Graded Interest Rebate System Scheme (GIRS) and Policy of the Corporation with regard to non-levy of interest after taking over of the assets of units.

- A. **Scheme for Corporate Loan:** The words 'and/or' be replaced in place of the existing words 'as well as' in the eligibility conditions of this scheme.
- B. **Incentive Scheme for Good Borrowers:** The eligibility criteria under the scheme as regards to Minimum Promoter's Contribution be amended as follows:

Minimum Promoter's Contribution of 25% with overall debt equity ratio of the company as 1.50:1. Minimum promoter's contribution shall not be applicable for the loans sanctioned under MTMPL (Medium Term Multi Purpose Loan Scheme), WCTL (Working Capital Term Loan Scheme) and Scheme for Corporate Loan as the loans under these schemes are sanctioned based on the existing security of fixed assets and fresh promoter's contribution is not required to be raised.

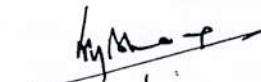
- C. **Graded Interest Rebate Scheme for Fresh Term Loan (GIRS):** The general terms & conditions for working out the eligibility under the scheme are partially amended as below:
- The stipulation as regards to availing 100% of loan be dispensed with for the purpose of deciding the base year provided that atleast 90% of the sanctioned loan is availed, project is otherwise fully implemented and un-availed loan is cancelled by RIICO.
 - The performance of the account shall be watched for atleast four complete quarters after the final disbursement to adjudge whether the account is standard assets. In case the account is classified as standard assets for all the four quarters, benefit of GIRS will be allowed from the following fifth quarter & onwards subject to meeting other conditions of the scheme.

D. Policy of the Corporation with regard to Non-Levy of Interest after taking over of the assets of unit(s): The existing policy, not to levy interest on the outstanding term loan dues after the date of fixed assets takeover by the Corporation/other institutions under section 29 of SFC's Act, be also adopted equally in the following cases of takeover of fixed assets resulting into closure of the unit, possession not remaining in the hands of the borrowers and the assets become unproductive:

- a) The Official Liquidator in case of winding up proceedings under the provisions of Companies Act.
- b) The Resolution Professional appointed under Insolvency Bankruptcy Code.
- c) Central Excise (now CGST) Department/Customs department.
- d) Under the provisions of SARFAESI Act or under the orders of DRT.
- e) Symbolic possession taken by the Corporation or any other financial institution and/or any authority under the provisions of respective act.

However, levy of interest shall not stop after takeover of assets in case of Realty Sector Borrower(s). The policy of the Corporation, approved by the Board in its meeting held on 27th June 2007, which provides for levy of interest, in case where surplus arises on sale of takeover assets, shall continue to be followed.

The Board also authorized the Managing Director of the Corporation to consider and approve such similar amendments in various Schemes for Financial Assistance and the Board be informed of such amendments.



(D.K.Sharma)

Chief General Manager (Investment)

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1. PS to Chairman for information of Chairman.
2. PS to MD for information of MD
3. Financial Advisor
4. All Officers of Investment Cell
5. CGM (PR)
6. DGM (Computer) to host the office order on RIICO's website.