



Ref.No.KSFC/HO/CMD/62/2010-11

Date : 04.08.2010

CIRCULAR No.906(A)

Sub: Limit of accommodation – sanction of
loan pending clearance from SIDBI.
Ref: Circular No.906 dated 01.06.2010

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As per the decision of the Board in its meeting held on 24.05.2010, vide above referred circular, the BMs and HODs at HO were advised to take the prior approval of SIDBI, in respect of loan proposals which require approval of SIDBI under Sec.26 of SFCs Act before submitting the appraisal memorandum to the sanctioning authority. However, when such proposals were sent to SIDBI for its clearance, they have informed that KSFC should first sanction the loan and then write to SIDBI for its clearance and only upon receipt of such clearance from SIDBI, KSFC should disburse the loan amount.

In view of the above, all the BMs and HODs at HO are advised that the loan proposals may be placed before the sanctioning authority for sanction. After sanction of the loan, a letter shall be addressed to SIDBI for its clearance and only after receipt of clearance from SIDBI, the release may be effected.

The contents of this circular shall be brought to the notice of all the concerned in your office / department.

Sd/-

CHAIRMAN & MANAGING DIRECTOR

To:
All BMs / FO, Yadgir
All ZMs / DGM of Super 'A' Branch / IA cells
All Principal Officers / Section Heads in HO
All General Managers
Library
Executive Directors - for information