



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆ

1951ರ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗಳ ಕಾಯಿದೆ ಅನ್ವಯ ಸ್ಥಾಪಿತ

KARNATAKA STATE FINANCIAL CORPORATION

Established under the State Financial Corporations' Act, 1951



IS / ISO 9001:2008

ಸಂಖ್ಯೆ : ಕ.ರಾ.ಹ.ಸಂ./ಪ್ರ.ಕ./

Ref. No. KSFC/H.O./

ದಿನಾಂಕ :

Date.....

No.KSFC/HO/DGM(RMD)/C-4678/2013-14

9th December 2013

CIRCULAR NO.975

Sub: MoU with ICRA limited.

A MoU has been signed with ICRA Ltd., for credit rating the proposals. The company is empanelled by National Small Industries Corporation (NSIC) of India for SME rating. The MoU with ICRA Ltd., has been concluded to have alternative agency for availing the rating services. The fee structure and the other details of MoU are as given below:

NSIC – ICRA Ratings for SSIs (Customer falling under subsidy scheme)

	Turnover Rs in lakhs :		
	<50.00	50.00 to 200.00	>200.00
Rating Fees Rs.	40,000	45,000	55,000
Service Tax	4,944	5,562	6,798
Total Fees	44,944	50,562	61,798
Subsidy from NSIC	25,000	30,000	40,000
Amount payable by MSME	19,944	20,562	21,798
ICRA special price	8,000	10,500	14,500

Renewal pricing for companies already rated by any rating Agency

	Turnover Rs in lakhs		
	<50.00	50.00 to 200.00	>200.00
Rating Fees Rs.	30,000	32,500	35,000
Service Tax	3,708	4,017	4,326
Total Fees	33,708	36,517	39,326

ಪ್ರಧಾನ ಕಛೇರಿ : ಕೆ.ಎಸ್.ಎಫ್.ಸಿ. ಭವನ, ನಂ. 1/1, ತಿಮ್ಮಯ್ಯ ರಸ್ತೆ, ಕಂಟೋನ್ಮೆಂಟ್ ರೈಲ್ವೆ ನಿಲ್ದಾಣದ ಹತ್ತಿರ, ಬೆಂಗಳೂರು-560 052

ದೂರವಾಣಿ ಸಂಖ್ಯೆ ಸಾಮಾನ್ಯ : 22263322 ಫ್ಯಾಕ್ಸ್ : 080-22250126 ಇ-ಮೇಲ್ : info@ksfc.in ವೆಬ್ : www.ksfc.in

HEAD OFFICE : KSFC Bhavan, No. 1/1, Thimmaiah Road, Near Cantonment Railway Station, Bangalore-560 052.

Telephone : Gen : 22263322, Fax : 080-22250126, e-mail : info@ksfc.in Website : www.ksfc.in

For new enterprises – Green Field Projects:

	Turnover Rs in lakhs		
	<50.00	50.00 to 200.00	>200.00
Rating Fees Rs.	40,000	45,000	60,000
Service Tax	4,944	5,562	7,416
Total Fees	44,944	50,562	67,416

For facilitating the rating, the Corporation has to comply with the following requirements.

- Application form should be got duly filled up signed by the promoters and forwarded to ICRA Ltd., with the check list of all the documents.
- The fee as indicated above should be collected from the clients by way of DD and handed over to ICRA Ltd., along with the application.
- The Corporation should also facilitate collection of required information from the assisted units and assist in management interviews.

The ICRA SSI/SME rating definitions are given below:

A. NSIC-ICRA Rating (applicable for only SSI Units):

NSIC-ICRA rating reflects ICRA's opinion on the company's performance capability and financial strength. Ratings are assigned as per the table below:

Performance Capability	Financial Strength		
	High	Moderate	Low
Highest	SE 1A,	SE 1B	SE 1C
High	SE 2A	SE 2B	SE 2C
Moderate	SE 3A	SE 3B	SE 3C
Weak	SE 4A	SE 4B	SE 4C
Poor	SE 5A	SE 5B	SE 5C



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B. ICRA SME Ratings (applicable for units other than NSIC subsidy cases).

ICRA SME Rating reflects the level of creditworthiness of the SME, adjudged in relation to other SMEs. ICRA SME ratings are assigned with the following rating definition.

ICRA SME 1	The Highest Credit Quality
ICRA SME 2	The High Credit Quality
ICRA SME 3	The Adequate Credit Quality
ICRA SME 4	The Moderate Credit Quality
ICRA SME 5	The Inadequate Credit Quality
ICRA SME 6	The Risk-Prone Credit Quality
ICRA SME 7	The Poor Credit Quality
ICRA SME 8	The Lowest Credit Quality

In respect of projects which are rated under NSIC-ICRA rating, which are rated SE 1A, SE 1B, SE 2A, SE 2B, SE 3A and SE 3B as bankable proposals subject to complying with the lending norms and SE 1C, SE 2C, SE 3C, SE 4A, SE 4B, SE 4C, SE 5A, SE 5B and SE 5C as non bankable proposals.

Similarly, in respect of projects which are rated under ICRA SME ratings, which are rated as SME 1, SME 2, SME 3, SME 4, SME 5 as bankable proposals subject to complying with the lending norms and SME 6, SME 7 and SME 8 as non -bankable proposals.



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Sri Harshabardhan Singh, Manager-Business Development ICRA Ltd., 'The Millenia', Tower B, Unit No.1004, 10th Floor, 1 & 2 Murphy Road, Ulsoor, Bangalore - 560 008 is a co-ordinating officer, who would be interacting with the branch managers and also officers of Head Office in connection with the further information requirements etc. The branch managers and the officers at Head Office are instructed to co-ordinate between the customers and ICRA Ltd., for clarifications and facilitating discussions.

DGM, (RMD) is the Nodal Officer of the Corporation.

All the branch managers and concerned officers of the Corporation may take note of these instructions for compliance of rating requirements.

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


CHAIRPERSON
AND
MANAGING DIRECTOR.

To:

All the Branch Managers
All the DGMs of Super 'A' grade branches
All the AGMs, Internal Audit Cell
All the Heads of the Department at HO
Library - for records-

ED-I / ED-II- for information