

CIRCULAR No.942

Sub: Re-rating of the units who have been extended interest concessions based on credit ratings.

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As you are aware, the Corporation has been extending interest concession of 1% and 0.5% for the loan proposals with credit rating of SE1A and SE1B or equivalent ratings by the external credit rating agencies viz., CRISIL, SMERA and ONICRA. Normally, these ratings are given for one year by these agencies. While deliberating on the subject, the Board in its meeting held on 08.09.2011, desired that in all such cases atleast internal credit scoring (as per the circular dated 19.12.2006, annexed in the Lending Policy) be carried out every year, where interest concession for good credit rating score is extended at the time of loan sanction. Upon such internal credit scoring, if the units get a credit score of less than 70, such cases should be placed before the concerned sanctioning authority for further directions in the matter about withdrawing the interest concession accorded to the units.

For strict compliance.

Sd/-
**EXECUTIVE DIRECTOR
(FINANCE)**

To
All BMs
All ZMs / DGM of Super'A' Branch / IA Cells
All Principal Officers / Section Heads in HO
All General Managers
Library

ED(O) - for information

M D - for kind information.