

RURAL ELECTRIFICATION CORPORATION LIMITED

(A Govt. of India Enterprises)

Core-4, SCOPE Complex, Lodhi Road, New Delhi-110003.

COMPANY SECRETARY'S DIVISION

No. SEC-1/8(1)/2010

Dated: 3rd November, 2010

LOAN POLICY CIRCULAR – No. 006 / 2010

Sub: Charging of Upfront Fee in respect of Renewable Energy Projects.

Ref : Loan Policy Circular No.SEC-1/8(1)/2005/123 dated 6.7.2005.

Following new Sub-Para (c) is inserted after Sub-Para (b) under Para – 15 - Upfront Fee - of Loan Policy Circular No.SEC-1/8(1)/2005/123 dated 6.7.2005 :

“(c) In respect of Renewable Energy Projects : Upfront Fee would be charged as applicable for Grade I & II borrowers (which is 0.05% as on date), irrespective of the actual grading of the borrower.”

2. The Upfront Fee as indicated above will be applicable in respect of all disbursements made on or after 3rd November, 2010.
3. All other terms and conditions of loans / schemes as notified earlier remain unchanged.
4. Zonal Managers/CPMs and other officers in Corporate Office issuing sanction letters are requested to ensure that applicable interest rates and other terms and conditions are duly circulated to all concerned and correctly incorporated in the sanction letters.
5. This issues with the approval of CMD.

Sd/-

(B.R. Raghunandan)
ED & Company Secretary