

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)/2009 / 1300

Dated: 15th September, 2009

LOAN POLICY CIRCULAR – No.010 / 2009

Sub: Revision in the lending rates of Short Term Loans for upto 1 year.

Ref : Loan Policy Circular No. 008/2009 dated 13th August, 2009

The Sub-Committee of the Board of Directors of REC, in its 22nd Meeting held on 10th September, 2009 has approved revision of lending rates in respect of Short Term Loans for upto 1 year, as per details given below :-

Sl. No	Category of Borrowers	Rate of interest for STL upto 1 year with monthly rest (% p.a)
1	Central Sector Borrowers / Identified CPSUs / State Sector Category "A+"	8.25%
2	State Sector Borrowers - Category "A" and other CPSUs	8.50%
3	State Sector Borrowers - Category "B" / Private Sector Borrowers ("AAA")	8.75%
4	State Sector Borrowers - Category "C" / Private Sector Borrowers other than "AAA"	9.00%

- The revised lending rates of Short Term Loans for upto 1 year, as above, will be applicable in respect of all disbursements made on or after 14th September, 2009.**
- The Interest rates on Term Loans as notified vide Loan Policy Circular No.008/2009 dated 13th August, 2009 will remain unchanged.
- All other terms and conditions of loans / schemes as notified earlier remain unchanged.
- 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.


(B.R. Raghunandan)
GM & Company Secretary