

## **Rate of Interest**

The pricing of loan is based on risk grades and the applicability of the rate shall be as per the prevailing interest rate of the Corporation as on the date of 1st disbursement.

<b><u>Risk grade</u></b>	<b><u>Rate of Interest</u></b>
SFC AA+	13.50% - 14.00%
SFC AA	14.25% - 14.75%
SFC A	15.00% - 15.50%
SFC BB+	15.00% - 15.50%
(for new projects only)	

- Rebate @ 0.50% towards interest dues shall be allowed for prompt/timely payment.
- Interest shall be payable at monthly rest.
- In case of default in payment of principal dues, penal interest at 2% shall be charged. Interest over dues shall attract compound interest at documented rate of interest.

### **Salient features of Loan Policy FY 2011-12**

9.1 Rate of interest 13.50% to 15.50%.