CIRCULAR

(LA No. : 548)

Reg. : Maximum loan admissibility based on MRV

The PC & CC in the meeting held on 09.06.2010 has reviewed the method of ascertaining MRV of land under various loans schemes in view of the prevailing market scenario.

It has been decided that the prevailing guidelines for ascertaining MRV for loan cases shall continue. However, a ceiling on the maximum admissible loan amount (including existing and proposed loan) has been fixed based on the DLC rate of land. Accordingly, now amount worked out as per the existing MRV guidelines or the value of Land/Building calculated on the basis of the DLC rate, whichever is less, shall be the maximum limit for sanction of loan.

Necessary amendments may be made in all the loan schemes and existing guidelines where loan admissibility is based on MRV of Land/Building.

All concerned are advised to take a note of above and ensure compliance of the same with immediate effect.

Sd/-

(G.S. Sandhu)
Chairman & Managing Director

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