


<p>कार्पोरेशन बैंक (सार्वजनिक क्षेत्र का अग्रणी बैंक) प्रधान कार्यालय, डा पे सं. 88 मंगलूर - 575 001</p>	 e-CIRCULAR	<p>Corporation Bank (A Premier Public Sector Bank) Head Office, PB No.88, Mangalore – 575 001</p>
<p style="text-align: center;">Credit Division [Credit Policy & Planning Section] Email : CPMS@corpbank.co.in</p>		
<p>HO Circular No. 344/2013</p>	<p>Index No. 11.00/32/2013</p>	<p>30-June-2013</p>

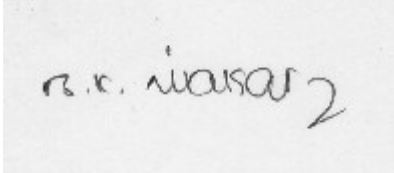
TO ALL THE BRANCHES / OFFICES

Subject : COMPULSORY RATING OF CREDIT FACILITIES

HIGHLIGHTS

Levy 1% additional interest in respect credit facilities of Rs 5 crore and above [coming under the purview of compulsory Rating] failed to get rated by accredited Credit Rating Agencies.

1. We invite the attention of all our Branches and other Offices to HO Circular No.475/2012 [11.00/39/2012] dated 24.08.2012, communicating the need for getting all credit facilities with aggregate limits of Rs. 5 crore and above, compulsorily rated by accredited external Credit Rating Agencies, viz. CRISIL, ICRA, CARE, FITCH, BRICKWORK. In case any of the borrowers fail to get their credit quality rated by accredited external Credit Rating Agencies, such credit facilities shall be charged with an additional interest of 1%. Further, such additional interest shall be levied till the date the borrower submits records to the Branch with regard to rating of his credit facilities.
2. In the various Audits of the branches it has been observed that the branches do not adhere to the guidelines for charging penal interest on unrated borrowal accounts.
3. In this regard, we once again advise all our Branches and other Offices to levy additional interest of 1% to all credit facilities of ₹ 5 crore and above [coming under the purview of compulsory rating] who have failed to get their credit facilities rated by accredited Credit Rating Agencies unless specific time line is permitted for such extensions. In case the customer requests for the extension of time without levy of penalty, branches may forward such requests with recommendations, to the concerned sanctioning authority duly justifying the reasons for waiver of such penalty.
4. All our Branches and other Offices are advised to note the above for strict adherence. Any laxity on the part of the officials will be viewed seriously and such officials shall be made accountable for such seepage of income.



[B.K.DIVAKARA]
GENERAL MANAGER

Note : Hindi version of the Circular follows.