

THE FOOD CORPORATION OF INDIA
HEAD QUARTERS : NEW DELHI

Ref. No. 1(1-B)/91-92/CM

Dated : 2-6-1992

CIRCULAR NO. 608/ACCOUNTS.

A reference is invited to Headquarters Telex Msg. bearing No. 1(1-B)/91-92/CM dated 24.12.91 addressed to all zones with copies to all concerned communicating upward revision of rate of interest @ 20.75% with effect from 9.10.91 applicable to Food, Sugar and Fertiliser operations with quarterly rests.

The State Bank of India, IFB, New Delhi, has now intimated that rate of interest applicable to Sugar and Fertiliser operations shall be 23.25% per annum w.e.f. 9.10.91 and not 20.75% per annum as communicated earlier by Telex Msg. cited above. However, the rate applicable to Food operations shall be 20.75% w.e.f. 9.10.91 as communicated earlier.

The State Bank of India has further intimated a downward revision of rate of interest by 1% w.e.f. 2.3.92 on all kinds of bank borrowings.

Consequent upon the revision of rate of interest as indicated above, the revised rate of interest and effective date from which these rates shall be applicable to various operations are as under :-

<u>Commodity</u>	<u>Rate of interest p.a.w.e.f. 9.10.91</u>	<u>Rate of interest p.a.w.e.f. 2.3.92</u>
Food	20.75%	19.75%
Sugar	23.25%	22.25%
Fertiliser	23.25%	22.25%

The above rates are inclusive of interest tax.

This is for your information, guidance and necessary action.

SD/-
(K. RAMACHANDRAN)
ADDL. FINANCIAL ADVISER-I