

THE FOOD CORPORATION OF INDIA
HEAD QUARTERS : NEW DELHI

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

Dated: 26/6/1995

CIRCULAR NO. 687/Accounts

A reference is invited to Headquarters Circular No. 678/Accounts dated 18.4.95 communicating revision of rate of interest on bank borrowings w.e.f 17.2.95. The State Bank of India, IFB, New Delhi has intimated further upward revision of rate of interest w.e.f 24.4.95 on bank borrowings for food operations at quarterly rests.

Consequent upon the above revision, the revised rate of interest and the effective date from which these rates shall be applicable are as under .

	Existing rate of Interest <u>w.e.f. 17.2.95</u>	Revised rate of Interest <u>w.e.f. 24.4.95</u>
Food Operations	15.50%	16%

The above rates are inclusive of interest tax 0.50 p.a. SBI is likely to advice the revised interest rate for sugar operation. However, till such time we receive suitable advice from SBI the existing rate of interest for sugar operation shall continue to be operative.

This is for your information, guidance, and necessary action.

Sd/-
(T.K. SETH)
ADDL. FINANCIAL ADVISER (FUNDS)