

Organization Functions & Duties:

The HPFC was established on 1.4.1967 under the State Financial Corporations Act, 1951 as a result of reorganization of Punjab Financial Corporation under the Punjab Re-organisation Act, 1966. The Corporation operates through Head office and four Branch Offices as under:-

b) Location:

i) Head Office: New Himrus Building, Circular Road
Shimla-171001.

Tel No. 2625109, 2624765, 2624228,
2625940

Gram: FINCORP

FAX: 0177-2623027

E-mail: mdhpfh-hp@nic.in

ii) Branch Office:

1. Jharmajri(Baddi) HPFC Distt. Office,
Jharmajri, PO Barotiwala
Distt. Solan (HP)

Phone: 01795-200742, 200743

2. Dharamshala HPFC Distt. Office,
Ram Nagar,

Dharamshala, Distt. Kangra(HP)

Phone: 01892- 224543

3. Mandi HPFC Distt. Office,
Palace Colony, Mandi(HP)

Phone: 01905-225425

4. Nahan HPFC Distt. Office,
Nahan Distt. Sirmour (HP)

Functions & Duties

1. The HPFC subject to the provisions of SFCs Act 1951 may carry on and transact any of the following kinds of business viz;

(a) Guaranteeing, on such terms and conditions as may be agreed upon(

i) Loans raised by industrial concerns which are repayable within a period not exceeding twenty years, and are floated in the public market;

(ii) Loans raised by industrial concerns from scheduled banks or State Co- operative banks or other financial institutions;

(b) guaranteeing, on such terms and conditions as may be agreed upon, deferred payments due from any industrial concern in connection with its purchase of capital goods within India.

(c) undertaking of the issue of stock, shares, bonds or debentures by industrial concerns;

(d) transferring for consideration any instruments relating to loans and advances granted by its to industrial concerns.

(e) action as agent of the Central Government or the State Government or the Development Bank or the Small Industries Bank of the IFCI Limited formed and registered under the Companies Act, 1956, or any other financial institution notified in this behalf by the Central Government in respect of any matter connected with, or arising out of, the grant of loans or advances to an industrial concern, or subscription to debentures of an industrial concern or relating to the business of the Development Bank, Small Industries bank, IFCI Limited or financial institution;

(f) subscribing to, or purchasing of, the stock, shares, bonds or debentures of an industrial concern or any other concern;

(g) retaining as part of its assets any stock, shares, bonds or debentures which it may

acquire by subscription or in fulfillment of its underwriting liabilities and disposing of the stock, shares, bonds or debentures so acquired;

(h) granting loans or advances to, or subscribing to debentures of, an industrial concern, repayable within a period not exceeding twenty years from the date on which they are granted or subscribed to, as the case may be;

PROVIDED that the Financial Corporation may, with the prior approval of the Small Industries Bank, exceed the said limit of twenty years upto a further period of ten years.

PROVIDED FURTHER that nothing contained in this clause shall be deemed to preclude the Financial Corporation from granting loans or advances to, or subscribing to debentures of, and industrial concern to which may be attached an option to convert such debentures or loans into stock or shares of the industrial concern if such concern increases its subscribed capital by the issue of further stock or shares in accordance with the subject to, the provisions of s.81 of the Companies Act, 1956.

Explanation; In this clause, the expression “ the amounts outstanding on such debentures or loans” shall mean the principal, interest and other charges payable on such debentures or loans as at the time when the amounts are sought to be converted into stock or shares.

(i) accepting or discounting promissory notes and bills of exchange made, drawn, accepted or endorsed by industrial concerns or by any person selling capital goods manufactured by one industrial concern to another industrial concern.

(j) Undertaking research and surveys for evaluating or dealing with marketing or investments or undertaking and carrying on techno-economic studies or other activities in connection with the development of any industry;

(k) Providing technical and administrative assistance to any industrial concern or any person for the promotion, management or expansion of any industry.

(l) Planning and assisting in the promotion and development of industries.

(m) Providing consultancy and merchant banking services.

(n) Acting as trustee for the holders of debentures or other securities.

(o) Leasing, sub-leasing or giving on hire purchase of industrial plant, equipment, machinery or any other assets.

(p) Factoring

(q) Providing export related credit and services

(r) Undertaking money market relative activities;

(s) Setting up of mutual funds and undertaking assets management activity;

(t) Promoting, forming or conducting or assisting in the promotion, formation, or conduct of companies, subsidiaries, societies, trusts or such other associations of persons as it may deem fit;

(u) Opening or confirming or endorsing letters of credit and negotiating or collecting bills and other documents drawn thereunder;

(v) Doing such other business as the Small industries Bank may authorize, and or generally the doing of such acts and things as may be incidental to or consequential upon, the exercise of its powers or the discharge of its duties under this Act.

The Financial Corporation may receive, in consideration of any of the services mentioned in sub-s (1), such commission, brokerage, interest remuneration or fees as

may be agreed upon.