RAJASTHAN FINANCIAL CORPORATION (FR section)

No.RFC/23FR/Policy/39/01

RELIEF PACKAGE: COVID-19 (FR CIRCULAR NO.770)

Dated: 03rd April, 2020

Reg: Extension in Repayment obligation and period

The Indian Economic activity has come to near standstill as COVID-19 related lockdown and social distancing are imposed across the country. The outlook is now heavily contingent upon the intensity, spread and duration of the pandemic. There is rising probability that large part of global economy will slip into recession.

Looking to the above grave and uncertain position of COVID-19, it is need of the time to give some relief to the industrial entrepreneurs who may face difficulty to meet out the repayment obligation, due on 1st June, 2020. Therefore, it has been decided to give following relief package to the entrepreneurs with immediate effect in order to mitigate the above unforeseen acute problem:-

- (1) The Equated monthly instalments (EMIs) due in April, May & June, 2020 and Equated Quarterly Instalment (EQI) due on 1st June, 2020 shall be deferred (principle and interest both) and shall be recovered as per restructured (revised) repayment schedule.
- (2) The principal amount of EMIs due in July, August and September, 2020 and EQI due on 1st September, 2020 shall also be deferred to ensure the evenly financial burden in lieu of recovery of deferred interest of April, May & June, 2020 and the deferred principle amount shall be recovered as per restructured (revised) repayment schedule.
- (3) Extension in existing repayment schedule shall be made for six months i.e. for six EMIs / two EQIs as the case may be.
- (4) The next EMI/EQI (original) shall fall due on 1st October, 2020 in case of EMI and 1st December, 2020 in case of EQI.
- (5) The interest falling due in April, May and June, 2020 in case of EMI and 1st June, 2020 in case of EQI shall be paid/recovered with the interest falling due in July, August and September, 2020 in case of EMIs and 01st September, 2020 in case of EQI respectively.
- (6) The borrower shall furnish nine blank account payee cheques to recover the interest due in July, August and September,2020 and 6 extended EMIs in case of EMI cases and three blank account payee cheques to recover the interest falling due in September,2020 and two extended EQIs in case of EQI cases.
- (7) The above relief in repayment obligation shall be made applicable to Standard and Sub-Standard (including YUPY) Loan Accounts as on 31st March, 2020. The health category of loan account shall not be affected adversely on account of above relief.

All the Branch Managers are advised to pass the above relief to the eligible borrowers with immediate effect after taking request / consent and PDCs as per above.

All other terms & conditions of the loan documents / mortgaged documents executed earlier shall remain unchanged, remain operative during the currency of loan.

Separate guidelines shall be issued for the procedure of making entries in the Accounting Software by DGM (MS).

-Sd-(**Urmila Rajoria**) Managing Director

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