

RAJASTHAN FINANCIAL CORPORATION
(F&R SECTION)

Ref. No.RFC/23 FR/HO/Policy-39/ 425

Date : 27.09.2021

29

CIRCULAR
(F&R -785)

Re : One Time Restructuring of Accounts

During the recent past, due to lockdown and disruption on account of COVID-19 pandemic and its prevailing impact on economy, there are number of cases which have genuine difficulties and they are not in a position to clear entire overdues and regularise their loan accounts. This ultimately reflects adversely on the health code classification of assets portfolio of the Corporation.

The Non Performing Assets (NPA) not only prevents yielding of income generation but it also requires provisioning on the principal amount outstanding, thus, affecting the profitability of the Corporation. Therefore, timely action is required in dealing with the NPAs.

In the aforesaid background and in order to improve health category of the loan accounts, the matter regarding onetime restructuring of accounts was placed before the Board in its meeting held on 21.09.2021. The Board decided to restructure these loan accounts without going into detailed examination as a onetime restructuring as per following :

Sub-standard cases as on 31.03.2021 (not covered under relief package circulated vide Circular No. FR-779 dt. 11.06.2021) :

1. Tourism & Hospitality Sector :

- a. The overdue interest shall be cleared by the unit up to 31.03.2022 in monthly instalments. The current interest shall be cleared on due dates.
- b. The principal outstanding shall be rescheduled with extension in LDR by two year.
- c. The next instalment of EQI shall fall due on 01.06.2022.

2. Other than Tourism & Hospitality Sector :

- a. The overdue interest shall be cleared by the unit up to 31.03.2022 in monthly instalments. The current interest shall be cleared on due dates.
- b. The principal outstanding shall be rescheduled with extension in LDR by one year.
- c. The next instalment of EQI shall fall due on 01.06.2022.



Doubtful cases as on 31.03.2021 :

- a. The overdue interest shall be cleared by the unit up to 30.06.2022 in monthly instalments. The current interest shall be cleared on due dates.
- b. The principal outstanding shall be rescheduled with extension in LDR by two years.
- c. The next instalment of EQI shall fall due on 01.09.2022.

All the Branch Managers are advised to contact the eligible borrowers and pass on the above relief to them provided they submit request/consent alongwith post dated cheques as above and act accordingly.



(Shakti Singh Rathore)
Managing Director

Copy to :

1. All BOs.
2. Standard Circulation at HO