

RAJASTHAN FINANCIAL CORPORATION
(FR Section)

Udyog Bhawan,
Tilak Marg, JAIPUR

Ref.No. RFC/F/23FR/HO/Policy/116/ 868

Dated: 28.10.2010
1-11

CIRCULAR

(FR-638)

**Reg: Amnesty Scheme for settlement of NPA Accounts: 2010-11
(except DDW cases)**

In order to get rid of age old sticky accounts and reduce NPA portfolio of the Corporation Amnesty Scheme for settlement of NPA Accounts : 2010-11 (except DDW cases) was launched vide Circular No.FR-610 dated 31.05.10 / 01.06.10.

The progress made so far was reviewed and observed that the achievements are dismal. In order to achieve the targets it was considered to extend the operative period. Accordingly, following modifications relating to period and mode of payment are made :-

1. Cut-off date of registration:

Upto 28.02.2011

2. Mode of payment of the settlement amount:

a) Cases having sanctioned amount upto Rs.25,000/-

Deposit the entire settlement amount within 30 days of the decision of settlement.

b) Cases having sanctioned amount above Rs.25,000/- and upto Rs.5.00 lac

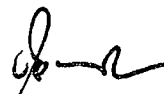
If the party opts to make payment of the settlement amount in installments, then it may be allowed to deposit the settlement amount in monthly installments from the date of settlement but in any case the entire settlement amount must be deposited by the party alongwith the interest as per the scheme (i.e. @ 13% p.a. from the first day of the following month of the date of settlement amount on balance amount) latest by 31.03.2011. In any case the settlement amount will not be allowed to spill over in the next financial year.

c) **Scheme for waiver of penal interest for cases having loan sanctioned above Rs.5.00 lac**

The recoverable amount will be required to be deposited in two monthly installments from the date of issue of the letter of conveying decision of waiver of penal interest alongwith interest at applicable rate upto the date of final payment but in any case entire recoverable amount must be deposited by 31.03.11.

For compliance It is clarified that the cases registered upto 31.10.10 will have to deposit the recoverable amount as per the mode of payment contained in circular No. FR-610 dated 31.5.10 / 01.06.10. In case of failure to deposit the settlement amount, immediate legal action as per norms be taken.

All concerned are advised to make a note of above and ensure to register all the eligible cases.



(G.S.Sandhu)

Chairman and Managing Director

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