

RAJASTHAN FINANCIAL CORPORATION
(FR Section)

Udyog Bhawan,
Tilak Marg, JAIPUR

Ref.No. RFC/F/23FR/HO/Policy/116/ 1032

Dated: 16.12.2010

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CIRCULAR
(FR- 646 .)

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.

As per provisions of above said scheme, the borrowers of the cases having sanctioned amount upto Rs.25000/- are required to deposit the entire settlement amount within 30 days of the settlement and in the cases having sanctioned amount above Rs.25000/-, if the party opt to make payment of settlement amount in installments, then it is allowed to deposit the settlement amount in monthly installments (not more than 6) along with interest @ 13% p.a from the first day of the following month of the date of settlement amount on balance amount, latest by 31.3.2011. However, in no case it will be allowed to spill over in the next financial year.

It has been observed that the promoters / guarantors of the cases of small loans say having sanctioned amount upto Rs.1.00 lac are of very small means and as such are not in a position to make payment of settlement amount in one go and also are not making payment as decided. The matter has also been reviewed in recent Branch Managers Review Meeting held on 2.12.10 and it was the general view that such borrowers may be allowed to deposit the settlement amount upto 31.3.11.

Accordingly, it has been decided that the BMs may condone the delay in settled cases having sanctioned amount upto Rs.1.00 lac so that settlement amount is recovered upto 31.3.11 with the condition that the borrowers are required to pay interest @ 13% p.a. from the first day of the following month from the date of settlement on balance amount, but in no case it will be allowed to spill over in the next financial year.

All concerned are advised to make a note of above and act accordingly.



(G.S.Sandhu)

Chairman and Managing Director

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