

RAJASTHAN FINANCIAL CORPORATION
Bhilyog Bhawan, Tilak Marg, Jaipur

Ref.No.RFC/23FR/HO/Policy-90/1872

Dated: 07.10.2006
09

CIRCULAR
(FR No. 406)

Reg. Scheme for settlement of Deficit cases, Decreeal cases
and Written off cases: 2006-07

Attention is invited to ARRC Circular No.124 dated 21.3.2006 followed by ARRC Circular No.134 dated 17.6.2006, 136 dated 30.6.2006 and 137 dated 12.7.2006 on the subject mentioned above. In order to expeditious settlement of the cases registered under the Scheme, it was felt that powers for settlement may be delegated at field level in a big way. The matter was, therefore, placed before the Board of Directors in their meeting held on 15.9.2006.

The Board has decided that Branch Manager may be allowed to decide the case where principal deficit amount/decreetal amount/written off amount is upto Rs.10.00 lac, irrespective of sacrifice amount. Similarly, in place of DLC, DGM (R) may be allowed to decide the case where principal deficit amount/decreetal amount/written off amount is more than Rs.10.00 lac but upto Rs.50.00 lac, irrespective of sacrifice amount.

References were also received from the Field Offices in regard to definition of "Decreeal amount" that shall be obtained from the loanee party while settling the account. The Board, in this regard, has decided that the decreetal amount shall be the amount that has been mentioned by Court in its judgment and if Court has included interest amount in their judgment then interest upto date of decision or amount specifically mentioned by the court is to be considered as decreetal amount and no further interest is to be added while calculating decreetal amount for the purpose of settlement as per FR Circular No.137 dated 12.7.06. Cases will be covered whether the decree was obtained after disposal of unit or without disposal of assets.

All other terms & conditions of the referred Circulars shall remain unchanged.

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


(Karni Singh Rathore)
Chairman & Managing Director

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