

**RAJASTHAN FINANCIAL CORPORATION
(FR SECTION)**

Ref. No. RFC/F/FR/HO/ Policy-46/570

Dated : 01.03.07
02

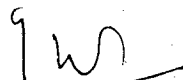
**CIRCULAR
(FR-432)**

Reg : Action in cheque bounced cases

It has been observed ^{that} in many cases, the cheques given by the loanees for repayment of Corporation dues are bounced but no action is being taken under the Negotiable Instrument Act. Rather the parties are not closely pursued for clearance of the amount against such dishonoured cheques except issuing notices under Section 138(b) of the NI Act.

Sometimes the pursuasion may lead to clearance of the amount against such dishonoured cheques by getting the same reproduced for clearance.

In order to accelerate the pace of recovery in the remaining part of this financial year, it is enjoined upon all Branch Managers to review each such case in which cheques have been dishonoured and besides initiating ^{action} under Section 138(b) of the Negotiable Instruments Act, the loanees should be closely chased up and such cheques should be reproduced for clearance after consulting the party or amount be received in cash.



(B. N. SHARMA)

CHAIRMAN & MANAGING DIRECTOR



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2. DGM(A&I), Western Zone
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