

RAJASTHAN FINANCIAL CORPORATION

Udyog Bhawan, Tilak Marg, JAIPUR

Ref.RFC/23FR/HO/Policy- 8/1011

Dated: 26.03.07
28

CIRCULAR
(FR No. 439)

Reg : Scheme for settlement of Small Loan cases

Attention is invited to FR circular No. 391 dated 13.6.06, thereby relaxation in the scheme for Settlement of Small Loan cases having sanctioned amount upto Rs.0.50 lac was allowed to the extent that the loanee party may deposit upfront amount equivalent to 15% of principal sum plus other money within a period of one month from the date of registration.

References have been received from field offices that there are cases where the upfront amount was deposited by the loanee parties after a period of one month from the date of deposition of registration fees as these small entrepreneurs were not in a position to arrange funds within the stipulated period.

In order to get rid of small and sticky accounts and reduce NPA portfolio of the Corporation, it has been decided that the cases having sanctioned amount upto Rs.0.50 lac; **in which upfront amount was obtained after expiry of a period of one month from the date of deposition of registration fees may be treated as registered and settled as per provisions / norms of the scheme.** The BMs are also allowed to settle the cases registered upto 31.3.07 if not decided within two months from the date of registration in terms of referred FR circular No. 391 dated 13.6.06 and thereafter refer all pending cases to HO for taking a decision by HOLC as per prevailing scheme for settlement of small loan cases.

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



(B.N. Sharma)

Chairman & Managing Director



Copy to:

8. All ROs/BOs/SOs
9. DGM(A&I), (WZ), Ajmer
10. Standard circulation at HO.