

RAJASTHAN FINANCIAL CORPORATION
(FR SECTION)

Ref. No. RFC/F/23FR/ HO/Policy-48/ 1178

Dated : 10.04.07

CIRCULAR
(FR No. 441)

**Reg : Writing off/Writing back of the amount irrecoverable
during the FY 2006-07**

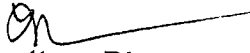
The Corporation has been considering cases for writing off the amount as bad debt on the merits of each case where it has been found that recovery of the amount is difficult. It became expedient to go for write off for cleansing of portfolio and reduction in NPAs. Therefore, depending upon the availability of revenue surplus, it has been decided to consider writing off cases classified as "Loss Category" as on 31st March, 2006 by according priority amongst the identified cases to the following:-

- I. Deficit cases – Promoters/assets not available
- II. DIC cases – Promoters/assets not available
- III. Loans to SC/ST promoters- Promoters/assets not available
- IV. Cases involving low volume of lending – Promoters/assets not available
- V. Units in possession where MRV is less than 25% of principal sum balance outstanding
- VI. Units in possession auctioned for more than 25 times and in possession exceeding three years

While considering the cases for writing off, it has been necessary to obtain basic details as well as efforts made for recovery in the past and also the availability of tangible security. The Branches are, therefore, advised to forward the cases by following the above priority in the proforma prescribed earlier (copy again enclosed) so that the same can be further processed by a Committee constituted in HO. Since the effect of write off is to be given in the accounts for the year 2006-07. Branches are advised to pay utmost priority in the matter and send their proposal latest by 30th April, 07 through DGM(R).

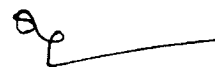
List of accounts categorized as loss assets as on 31.03.06 is enclosed herewith.

Encl : as abpve


(Purshottam Biyani)
GENERAL MANGER (D)

Copy to:

1. All ROs/BOs/Sub-Offices.
2. DGM(A&I), Western Zone
3. Standard Circulation at HO



RAJASTHAN FINANCIAL CORPORATION
PROPOSAL FOR WRITE OFF OF AMOUNT CLASSIFIED AS LOSS
ASSETS (AS ON 31.03.2006)

PART : I			
BASIC DATA			
1.	Name & Address of the unit		
2.	Account Code No.		
3.	Scheme Code No.		
4.	Details of Financial assistance		
	a) Loan sanctioned with date		
	b) Purpose of loan (Product)	Sanctioned	Disbursed
	Land		
	Building		
	Plant & Machinery		
	Total		
	c) Date of first disbursement and last disbursement		
5.	Outstanding as on 01.03.07		
	Principal		
	Interest		
	Other Money		
	Total		
6.	Details of total repayment made by the party since beginning		
PART-II			
Sub : Category of loss assets (please tick the relevant box)			
I.	Deficit cases – Promoters/assets not available		
II.	DIC cases – Promoters/assets not available		
III.	Loans to SC/ST promoters- Promoters/assets not available		
IV.	Cases involving low volume of lending – Promoters/assets not available		

V.	Units in possession where MRV is less than 25% of principal sum balance outstanding	
VI.	Units in possession auctioned for more than 25 times and in possession exceeding three years	

PART-III

a)	Date of possession	
b)	Amount outstanding as on date of possession	
	i) Principal	
	ii) Interest (upto date of possession)	
	iii) Other Money	
	Total	
c)	Amount of penal interest	
d)	Other money/charge debited after taking over	
e)	Total outstanding amount date of sale alongwith date of sale	
f)	Sale consideration & date of agreement to sale	
g)	Amount of deficit	
h)	Action taken by BO for recovery of deficit; if no action taken mention reasons	
i)	Details of personal guarantee/Collateral Security alongwith status of guarantee/collateral security	
j)	Whether decree awarded by the Court ? If Yes; Date of decree and amount of decree	
k)	Whether decree can be executed	
l)	Whether whereabouts of promoter are known/not known	

n)	Whether any action taken by the Corporation for restoring missing of assets ? If yes, give details	
o)	Reasons for not taking action	
p)	Whether collateral security available, if yes, give details of collateral security alongwith comments about the marketability	
q)	Whether personal guarantee of promoters/ friend/partner taken ? If yes, whether same are located alongwith possibilities of recovery from guarantee	
r)	Efforts made for recovery during last three years	
s)	MRV of fixed assets alongwith date of calculation	
	Land	
	Building	
	Plant & Machinery	
	Total	
t) Details of offers received for disposal :		
No.	Date of auction	Amount of highest offer received
u) Reasons of non-disposal		
PART-IV		
v) Comments & recommendations of BM		
Signature of Branch Manager		

w) Recommendations of DGM(R)	
	Signature of DGM(R)

Certificate

Despite best efforts it has not been possible to recover the dues classified as 'Loss assets' and, therefore, the case is recommended for write off. However, efforts for recovery of the amount will continue.

Signature of DGM(R)

Signature of Manager(Branch)

RAJASTHAN FINANCIAL CORPORATION
DETAILS OF LOSS ASSETS AS ON 31.03.2006

(Rs.in lacs)

S.No.	Region/Branch	Units	NDP	ODP	Total Prin.	Intt.	P.Intt.	Total Intt.	O.M.	Total
	AJMER (R)									
1	AJMER	29	0.00	16.80	16.80	35.44	1.04	36.48	0.60	53.88
2	BEAWAR	5	0.00	14.03	14.03	2.27	0.09	2.36	0.02	16.41
3	BHILWARA	31	0.00	8.85	8.85	102.55	7.58	110.13	0.26	119.24
4	KISHANGARH	8	0.29	17.79	18.08	8.67	0.79	9.46	0.17	27.71
5	MAKRANA	11	1.28	23.75	25.03	39.67	0.57	40.24	0.12	65.39
	Total	84	1.57	81.22	82.79	188.60	10.07	198.67	1.17	282.63
	ALWAR(R)									
6	ALWAR	66	0.33	100.88	101.21	120.26	3.63	123.89	1.72	226.82
7	BHARATPUR	20	0.00	18.77	18.77	94.50	9.25	103.75	0.79	123.31
8	BHIWADI	34	0.95	144.40	145.35	58.64	16.91	75.55	1.75	222.65
9	DHOLPUR	3	0.00	1.78	1.78	0.44	0.04	0.48	0.02	2.28
	Total	123	1.28	265.83	267.11	273.84	29.83	303.67	4.28	575.06
	BIKANER (R)									
10	BIKANER	24	-0.35	17.60	17.25	30.27	0.92	31.19	0.46	48.90
11	CHURU	28	0.03	26.31	26.34	43.03	4.27	47.30	0.91	74.55
12	HANUMAN GH.	19	0.00	5.71	5.71	14.22	0.10	14.32	0.03	20.06
13	NAGAU	11	0.00	7.36	7.36	16.07	0.79	16.86	1.35	25.57
14	SGNR	41	0.00	47.50	47.50	31.66	0.45	32.11	0.57	80.18
	Total	123	-0.32	104.48	104.16	135.25	6.53	141.78	3.32	249.26
	JAIPUR(R)									
15	DAUSA	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	JAIPUR-(City)	33	0.25	58.74	58.99	177.94	17.05	194.99	4.93	258.91
17	JAIPUR (VKIA)	8	1.22	20.11	21.33	21.78	0.21	21.99	0.56	43.88
18	JAIPUR-(Rural)	20	0.04	37.97	38.01	77.44	1.34	78.78	0.40	117.19
19	JHUNJHUNU	5	0.00	9.77	9.77	111.45	7.29	118.74	1.01	129.52
20	SIKAR	81	1.06	13.66	14.72	89.03	0.48	89.51	0.12	104.35
21	TONK	64	0.00	9.21	9.21	42.36	0.46	42.82	0.12	52.15
	Total	211	2.57	149.46	152.03	520.00	26.83	546.83	7.14	706.00
	JODHPUR(R)									
22	ABU ROAD	41	3.72	125.37	129.09	63.15	4.27	67.42	1.34	197.85
23	BALOTRA	1	0.00	1.75	1.75	2.59	0.00	2.59	0.00	4.34
24	JAISALMER	2	0.00	2.83	2.83	0.93	0.00	0.93	0.03	3.79
25	JALORE	14	0.00	59.49	59.49	9.03	0.04	9.07	0.35	68.91
26	JODHPUR	5	0.03	6.23	6.26	5.80	0.74	6.54	0.88	13.68
27	PALI	27	0.00	34.78	34.78	110.51	11.11	121.62	1.81	158.21
	Total	90	3.75	230.45	234.20	192.01	16.16	208.17	4.41	446.78
	KOTA(R)									
28	JHALAWAR	6	0.00	6.72	6.72	1.28	0.12	1.40	0.34	8.46
29	KOTA	62	0.92	66.15	67.07	152.32	1.69	154.01	3.89	224.97
30	S.MADHOPUR	43	0.00	24.66	24.66	84.97	5.40	90.37	0.96	115.99
	Total	111	0.92	97.53	98.45	238.57	7.21	245.78	5.19	349.42
	UDAIPUR(R)									
31	BANSWARA	13	1.48	14.34	15.82	7.28	0.30	7.58	0.51	23.91
32	CHITTORGARH	32	0.00	15.21	15.21	26.75	1.25	28.00	0.45	43.66
33	RAJSAMAND	13	0.00	14.04	14.04	7.17	0.06	7.23	1.92	23.19
34	UDAIPUR	35	3.53	20.65	24.18	23.34	0.00	23.34	0.31	47.83
	Total	93	5.01	64.24	69.25	64.54	1.61	66.15	3.19	138.59
	Grand Total	835	14.78	993.21	1007.99	1612.81	98.24	1711.05	28.70	2747.74

Deficit - Prant, Gurukul