

RAJASTHAN FINANCIAL CORPORATION
(F&R SECTION)

No. RFC/23FR/HO/Policy-17/

Dated : 22.06.2007

CIRCULAR
(FR No. 461)

Sub : Scheme for One Time Settlement of NPAs : 2007-08

Attention is invited to FR circular No. 448 dated 1.5.07, thereby scheme for One time settlement of NPAs was introduced for the Financial Year 2007-08.

References have been received from the field offices whether registration under the scheme can be allowed in such cases that were earlier settled by Empowered Settlement Committee(s) with the consent of loanee but payments have not been made as per settlement reached.

The matter has been examined and it is clarified that such cases should not be registered afresh that were earlier settled by Empowered Settlement Committee(s) with the consent of loanee but payments are not made as per settlement reached. However, those cases which were earlier closed or rejected by DLC / HOLC shall be eligible for re-registration for Special HOLC.

Accordingly, the sub clause (c) of Clause 5 under the heading 'Restrictive Clause' of the scheme is substituted by the following:

Sub-clause 5(c):

"Cases earlier settled by Empowered Settlement Committee(s) with the consent of loanee but payments are not made as per the settlement reached shall not be registered afresh under the scheme. However, those cases which were earlier closed or rejected by DLC / HOLC shall be eligible for re-registration for Special HOLC."

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

(B.N. Sharma)

Chairman & Managing Director

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