

RAJASTHAN FINANCIAL CORPORATION
(FR SECTION)

Ref.No.RFC/23FR/HO/Policy-85/3172

Dated 18.12.2007
20

CIRCULAR
(FR No. 487)

**Sub: Scheme for settlement of transport loan cases having
disbursed amount above Rs.1.00 lac : 2007-08**

Attention is invited to FR circular No. 450 dated 1.5.07 regarding above.

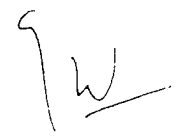
References have been received from Branch Offices that in order to get rid of sticky account in transport sector and reduce NPA portfolio of the Corporation, the cases already decided by Empowered Settlement Committee may also be considered for registration.

The matter has been examined. It has been decided that the cases earlier settled by Empowered Settlement Committees prior to 31.3.06 with the consent of loanee but loanee either did not deposit any amount or deposited part amount may also be registered afresh under the ongoing settlement scheme. However, the amount deposited earlier will not be considered for appropriation against the amount recoverable under the current scheme.

Accordingly, sub-point (ii) of point No.7 under the heading "Restrictive Clause" is substituted by the following:

"The cases earlier settled by Empowered Settlement Committees / competent authority prior to 31.3.06 with the consent of loanee but loanee either did not deposit any amount or deposited part amount may also be registered afresh under the ongoing settlement scheme. However, the amount deposited earlier will not be considered for appropriation against the amount recoverable under the current scheme. The cases which were settled on or after 31.3.06 by Empowered Settlement Committees / competent authority with the consent of loanee shall not be registered afresh under the scheme. In such cases where last date of payment has expired will be settled on the balance unpaid amount as settled earlier plus interest @ 16% per annum on balance amount."

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


(B.N. SHARMA)
CHAIRMAN & MANAGING DIRECTOR

Copy to:

1. All BOs/SOs.
2. DGM(A&I) Ajmer / Jodhpur
3. Standard Circulation at HO.