

RAJASTHAN FINANCIAL CORPORATION
(FR SECTION)

Ref.No.RFC/23FR/HO/Policy-8/1977

CIRCULAR
(FR-591)

Dated: 29.12.09

13.1.2010

**Reg : Scheme for Settlement of Small Loan cases having
disbursed amount upto Rs. 1.00 lakh : 2009-10**

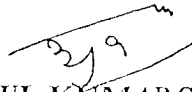
Scheme for Settlement of Small Loan cases having disbursed amount upto Rs. 1.00 lakh: 2009-10 has been launched vide Circular no. FR-565 dated 27.04.09 which is operative upto 28.02.2010. The progress made under the Scheme has been reviewed and it has been observed that only 151 cases have been registered upto 30.11.09 which is far below the expectations.

Matter was placed before the Board of Directors in its meeting held on 14.12.09 in which following decisions have been taken:-

1. The cases having loan sanctioned amount upto Rs. 25,000/- and fulfilling the eligibility criteria contained in the Scheme for settlement of Small Loan cases, 2009-10 may be settled by the Branch Manager at 75% of the P. sum outstanding irrespective of value of primary security / collateral security / third party guarantee / net worth of the promoters / guarantors. Of course, Other Money plus amount payable to the Revenue Authorities, if any, will be required to be paid additionally.
2. The cases having sanctioned amount above Rs. 25,000/- and having disbursed amount upto Rs. 1.00 lakh will continue to be settled by the BM at P. Sum plus Other Money plus amount payable to the Revenue Authorities, if any.
3. In the cases having loans sanctioned above Rs. 25,000/- and disbursed upto Rs. 1.00 lakh in which the BM is of the opinion that in the particular case, the loanee is unable to pay the P. sum plus Other Money then, after registration under the Scheme, in such cases he may send proposal to HO; with full facts alongwith the details of assets and their value (MRV); for decision. In such cases, CMD is authorized to take a decision to settle below P. sum.
4. The cases already settled will not be re-opened.

Further it has also been decided to give wide publicity of this relaxation.

All concerned are advised to make a note of above and sincere efforts to make aware all the eligible loanee concerns about the above relaxations and ensure to register all the eligible cases.


(ATUL KUMAR GARG)

CHAIRMAN & MANAGING DIRECTOR

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