

RAJASTHAN FINANCIAL CORPORATION

Udyog Bhawan, Tilak Marg, Jaipur-302 005
(RRM DIVISION)

Ref.No.RFC/23FR/HO/Policy-8/ 133

Dated: 09-05-2013

CIRCULAR
(FR-710)

Re: Amendment in Deemed Settlement Scheme

Attention is invited towards circular No.FR-692 dated 23.05.2012 vide which One Time Settlement Scheme for NPA accounts (Deemed settlement Scheme) was circulated.

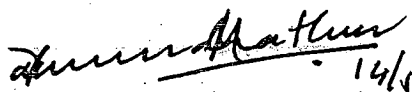
The progress of the scheme upto 28.02.2013 was reviewed by the SLC in its meeting held on 13.03.2013 and noted that the performance under the scheme is far away from satisfactory, therefore, the committee felt that there is a need of wide publicity and few riders of the scheme needs review. The recommendations of the SLC were placed before the Board of Directors in its meeting held on 28.03.13 and the Board after detailed discussions has considered the recommendations of the SLC for waiver of interest in the cases registered under deemed settlement scheme during 2012-13 which either paid full settlement amount except interest from 01.04.12 to the date of settlement or paid only part settlement amount.

The matter was also placed before the PC&CC in its meeting held on 02.05.2013 and to comply with the decision of the Board, following decisions were taken:

- (i) The cases where settlement amount has been fully paid by the borrower as per the deemed settlement scheme except interest during F.Y.2012-13, may be treated as 'finally settled'. However in no case any refund is to be made.
- (ii) The cases where the borrower pays the settlement amount by 30.09.13, total interest chargeable on deemed settlement amount upto 31.03.13 shall be waived and the borrowers has to pay interest @ 13% w.e.f. 01.04.13 to the date of final payment on unpaid settlement amount.
- (iii) The cases where the borrower pays the settlement amount after 01.10.13 but upto 31.03.14, 75% of interest chargeable on deemed settlement for the year 2012-13 shall be waived but the borrowers has to pay interest @ 13% w.e.f. 01.04.13 to the date of final payment on unpaid settlement amount.

All other terms & conditions of Deemed Settlement Scheme shall remain unchanged.

All concerned are advised to take a note of above.


(Yaduvendra Mathur)
Chairman & Managing Director

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