

RAJASTHAN FINANCIAL CORPORATION

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

Ref.No.RFC/RRMD/Gen-33/ 812

Dated: 23.02.2015

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CIRCULAR (FR- 734)

Re: Monitoring of Deficit cases

While reviewing recovery from the deficit cases, it was observed that recovery from deficit case is not satisfactory. Therefore it has been decided to work out modalities to effect recovery from deficit cases by invoking measures of freezing Bank Accounts of such defaulting borrowers and sending their names to CIBIL while continuing the work of identification of property.

The Corporation is presently invoking the above measures for effecting recovery from the running willful defaulters. In the review meeting of the AG audit paras, it was decided that we may use these tools for recovery from deficit accounts also. It is, therefore, directed that all the Branch Offices and Operations should take necessary action for recovery by freezing Bank Accounts and sending names of promoters of defaulting deficit accounts to CIBIL by adopting following modalities:

- 1 Branches may bifurcate deficit cases in two categories – Cases having collateral security-identified properties of promoters/guarantors and having no security.
- 2 Where collateral security is available, these cases should be monitored on priority. The DGMs (Operation) while visiting branches, will review each and every case and report the progress to GM (Ops) invariably after their visit.
- 3 Where no security is available efforts should be made to identify the properties owned by the promoters/guarantors and their details should be made available to Revenue Authorities and regular follow up with revenue authorities may also be ensured by BO/Operations.
- 4 Similarly following information be collected from available record and web site of Income Tax Department for taking further action in CIBIL and freezing the Bank Accounts of the defaulting deficit units:

- 1 Name of promoter
- 2 Father's name
- 3 Address
- 4 Pan Card No.
- 5 Phone No.
- 6 Bank account no

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- 5 Where promoters and their properties or both are not traceable/available and there are no chances of recovery after making all efforts then proposals with specific reasons and recommendations may be forwarded to the concerned DGM (Operation) at HO for write off.

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


(Maneesh Chauhan)
Managing Director

Encl: As above

Copy to:

1. All BOs
2. All DGM (Operations)
3. Standard circulation at HO.