

**RAJASTHAN FINANCIAL CORPORATION
(FR-ARRC)**

No. RFC/HO/FR-ARRC/2507

Dated 6/9/2007

**CIRCULAR
(ARRC No. 155)**

Consequent upon closure of Regional Offices w.e.f. 1.8.07, sale committees needs to be reconstituted as well as delegation of power for approval of sale of units under possession is to be revised. The reconstitution of sale committees, quorum and delegation of powers shall be as under:

Branch Manager	Convener
Representative of RIICO (not below the rank of ARM)	Member
Representative of Bank (not below the level of Officer)	Member
Representative of DIC (not below the rank of DIO)	Member
DM(Tech.)	Member
Dealing Dy. Manager/Asstt. Manager	Member Secretary

Note. Where Branch Manager is DGM, BO level committee will be empowered to approve sale in loan cases upto Rs. 1.00 crore and where Branch Manager is below the rank of DGM, committee will be empowered to approve sale in loan cases upto Rs. 50.00 lacs.

Loan cases above Rs. 50.00 lac / Rs. 100.00 lac, company cases (under liquidation) & Joint Finance cases

ED	Chairman
GM(F)	Member
GM(D)	Member
DGM(L)	Member
Representative of participating institution in Joint finance cases	Member
Manager(Incharge-Law)	Member
DGM(ARRC)	Member Secretary

- Quorum**
- A) In BO level sale committees, quorum will of 3 members. However, presence of one external member shall be necessary
- B) In HO level sale committee, quorum will be of 4 members

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Delegation of powers:

(3)

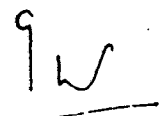
- 1) In the branches headed by Dy.Gen.Manager, the BO level sale cum negotiation committees in loan cases upto Rs 100.00 lacs and in the branches headed by Manager / Dy-Manager, the BO level sale cum negotiation committees in loan cases upto Rs 50.00 lacs shall have full powers for disposal of assets if offer is equal to or more than 80% of the MRV (including land, building and plant and machinery). This would also be applicable for disposal of part assets.
- 2) If the BO level sale committees find the sale proposal not acceptable as per the above delegation, they will not reject the offer but will refer these offers to HO with their detailed comments (format already prescribed vide Circular ARRC-147, dated 24.3.07) so that offerers may be called at HO and HO level sale cum negotiation committee may negotiate with them to fetch proper price.
- 3) The HO level sale committee shall have full powers.

Note :

- i) The above delegation of powers shall cover all type of cases including hotel, tourism, transport, good borrowers, industrial units etc.
- ii) The committee shall approve the sale as per above delegation even if the bid received is less than the offer received earlier.
- iii) Since there is no counter sale scheme at present therefore committee for counter sale is abolished.

The above guidelines shall replace section 20, 21 & 25 of P&G Chapter ARRC-1.

All concerned are advised to take needful action accordingly.



(B.N. Sharma)
Chairman & Managing Director

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1. All BOs / Sps.
2. DGM(A&I), CZ, Ajmer
3. DGM(A&I), V/Z, Jodhpur
4. Standard circulation at HO.

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