

RAJASTHAN FINANCIAL CORPORATION
(Assets Reconstruction & Rehabilitation Cell)

Udyog Bhawan,
Tilak Marg,
JAIPUR - 302 005

Ref.No.RFC/HO/ARRC/Gen.77/

460

Dated: 5th June, 2003

CIRCULAR
(ARRC No.70)

Reg: Refund of Earnest Money

Attention is invited to PG Circular No.738 (FR-40) dated 7-8-1997 wherein it was explicitly stated that "earnest money of unsuccessful bidder should be returned immediately. DD/Banker's cheque representing the earnest money itself should be returned to the unsuccessful bidder and in case where the earnest money has been received in cash then the refund of earnest money should be by way of account payee cheque."

It has been observed that the guidelines in this regard are not being strictly followed and earnest money of unsuccessful bidder is not being returned on the date of auction by some branches. Besides this, there may be some old cases where earnest money has not been returned to the unsuccessful bidder(s) till now. This kind of inaction can cause problems to the Corporation in future.

It is reiterated that all concerned should ensure that no case is left pending for refund of earnest money and in future earnest money should be returned to unsuccessful bidder immediately after close of auctions. In case Branch Manager feels that refund of earnest money at this juncture is not in the interest of the Corporation, may be on account of pending court case or any other reason, complete information be sent to DGM(ARRC) clearly indicating as to why the Branch Office has not been able to refund the earnest money to unsuccessful bidder. This report be sent to DGM(ARRC) by 30-6-2003 positively.


Executive Director

Copy to:

- 1) All Regional Offices/Branches/Sub-Offices
- 2) GM(WZ), Jodhpur/DGM(A&I), Ajmer
- 3) Standard circulation in Head Office