

RAJASTHAN FINANCIAL CORPORATION

(ARRC)

Ref No. RFC/HO/ARRC/ 1555

Date: 23.3.2004

CIRCULAR
(ARRC No. 87)Reg: Revival of cancelled sale.

As you are aware that the Corporation is presently having no guidelines to revive the cancellation of sale of assets. This causes hardship to genuine purchasers. The Board of Directors in its meeting held on 3.12.2003 has decided to authorise CMD to revive the cancelled sale on merits of the case in following circumstances:-

1. After forfeiture of amount deposited by the purchaser, the Corporation has not considered any proposal for sale of the assets of the unit.
2. No higher offer than the sale price which was approved by the Corporation earlier has been received.
3. Objection from the side of the original promoter regarding sale of unit has not been received and not pending with the Corporation.
4. The purchaser has approached the Corporation for revival of the cancelled sale within 30 days from the date of communication from the RFC regarding forfeiture of the amount/cancellation of sale.
5. The circumstances explained by the purchaser for not taking possession of the sold assets are considered by CMD.
6. The purchaser is ready to make payment of interest alongwith penal interest as per approval letter for sale or present rate of interest alongwith penal interest whichever is higher for the delayed period.
7. The purchaser is ready to pay the amount incurred on advertisement for sale, if published after cancellation of sale and expenses incurred for watch and ward by the Corporation after issue of sale letter to the date of handing over the sold assets to the purchaser.

contd. 21-

8. No benefit of discount on deferred payment would be given if purchaser prefers to convert his offer from deferred payment to cash down basis.

A New para No. 44 may accordingly be inserted in PG Chapter ARRC-1. at page No. 419 as per Annexure-A.

(J.P. Vimal)
Executive Director

Copy to:

1. GM(WZ), Jodhpur, DGM(A&I), WZ, Ajmer.
2. All ROs/BOs/SOs
3. Standard Circulation at HO.

Encl : as above.

Annexure A

CMD may revive the cancelled sale on merits of the case in following circumstances:

- i) After forfeiture of amount deposited by the purchaser, the Corporation has not considered any proposal for sale of the assets of the unit.
- ii) No higher offer than the sale price which was approved by the Corporation earlier has been received.
- iii) Objection from the side of the original promoter regarding sale of unit has not been received and not pending with the Corporation
- iv) The purchaser has approved the Corporation for revival of cancelled sale within 30 days from the date of communication from the RFC regarding forfeiture of the amount / cancellation of sale.
- v) The circumstances explained by the purchaser for not taking possession of the sold assets are considered satisfactory by CMD.
- vi) The purchaser is ready to make payment of interest alongwith penal interest as per approval letter for sale or present rate of interest alongwith penal interest whichever is higher for the delayed period.
- vii) The purchaser is ready to pay the amount incurred on advertisement for sale, if published after cancellation of sale and expenses incurred for watch and ward by the Corporation after issue of sale letter to the date of handing over the sold assets to the purchaser.
- viii) No benefit of discount on deferred payment would be given if purchaser prefers to convert his offer from deferred payment to cash down basis.