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Handwritten notes: Heli, Boss, 20/10/04

RAJASTHAN FINANCIAL CORP/
(FR-ARRC)

HO,

Ref.No. RFC/HO/FR-ARRC/ 936

21.9.2004
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CIRCULAR
(ARRC 92)

Reg: Scheme for revival of units under possession by original promoters/ borrowers- 2004-05

To revive the units under possession of the Corporation in original hands, a special scheme is being introduced. This will facilitate the Corporation to reduce the number of units under possession, to mitigate the litigation and bring down the number of deficit cases. The copy of the scheme is Annexed at 'A'.

The Branch Managers are advised to take following actions:-

- i) All promoters/borrowers of the eligible units will be intimated in writing about the scheme latest by 7.10.2004. It will be ensured by Br. Manager/DGM(R) concerned that each eligible unit shall be contacted and persuaded. No unit shall remain unattended. Efforts be made that maximum number of units avail benefit under the scheme.
- ii) For general awareness of the interested entrepreneurs besides intimation to individual borrower the copy of scheme would be circulated to Industries Association and DIC. Copy of scheme will also be displayed on the Notice Board of Branch/Region and DIC offices.
- iii) The units will be distributed amongst officials of Branch Office who will personally contact the borrowers and persuade them to avail benefit under this scheme.
- iv) Competent authority may start taking decisions soon after registration of cases so that work does not pile up.

- v) Fortnightly report of cases registered and decided is to be sent to HO, ARRC in enclosed format(Annexed at 'B')
- vi) The Br.Manager will work out the amount as per provisions of scheme by 15.10.2004.

All concerned are advised to take action as above and ensure that maximum number of units are revived under this scheme.


(Sanjay Dixit)
Chairman & Managing Director

Encl: As above.

Copy to:-

1. All BOs/ROs/SOs.
2. Western Zone of A&I, Ajmer
3. Standard Circulation at HO.

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

**SCHEME FOR REVIVAL OF UNITS UNDER POSSESSION
BY ORIGINAL PROMOTERS/ BORROWERS - 2004-05**

A special scheme is being introduced for revival of units under possession of Corporation, in original hands. This will facilitate the Corporation to reduce the number of units under possession, to mitigate the litigation and bring down the number of deficit cases.

1. ELIGIBILITY :

The units taken into possession on or before 31.8.2004.

However, the cases where sale letter has already been issued and offer is still valid would not be covered under the scheme.

2. Registration :

The original promoter/ borrower intending to take back possession of the unit will be required to register his case by depositing the amount of Rs.2000/- by 31.10.2004. Registration fee is non-refundable / non-adjustable.

3. PACKAGE :

Concessions/ facilities to be extended -

- i) Waiver of balance penal interest as on date of possession.
- ii) Simple rate of interest shall be charged for possession period.
- iii) Funding of remaining interest outstanding @ 10% p.a. The funded interest will be recovered in maximum 3 years (including moratorium period of 6 months).
- iv) Reschedulment of principal for 5 years at documented rate including moratorium period of 1 year.

4. COMPETENT AUTHORITY :

- | | | | |
|------|---------------------------------------|---|-----|
| (i) | For cases, except joint finance cases | : | BM |
| (ii) | For joint finance cases | : | CMD |

Note:

- a) The competent authority will have to take decision within 3 days from the date of registration of the case.
- b) For joint finance cases BOs will have to send proposal to DGM(FR-ARRC), Head Office within 3 days of registration.

5.

MODE OF PAYMENT :

Initial Payment :

The promoter/ borrower will have to pay 10% of the outstanding while taking over the possession back from the Corporation as initial payment.

The promoter/ borrower will be required to make initial payment within 15 days from the date of registration of the case.

In case of failure at the part of promoter/ borrower, Corporation will be free to take action for disposal of unit.

Note:

The amount outstanding shall be calculated after deducting the concessions to be allowed on account of waiver of balance penal interest and adding simple interest for possession period plus other money.

6. OTHER TERMS & CONDITIONS :

- (a) The promoter/ borrower will have to submit post dated cheques for quarterly installments alongwith future interest in respect of funded interest and principal amount.
- (b) The promoter/borrower will have to submit an undertaking that he will adhere to the repayment schedule and in the event of default, the Corporation may take possession of the unit without further notice.
- (c) The promoter/borrower will execute required documents/ modification deed etc.
- (d) The promoter/ borrower will have to withdraw the court case if any pending before taking over possession.
- (e) Concessions / facilities declared by State Government shall also be available as per norms.
- (f) Units registered shall not be put to auction for which an advance notice be given through corrigendum / Notice Board.

The Scheme shall come into force with immediate effect.

Br. Office: _____
Period: _____

RAJASTHAN FINANCIAL CORPORATION

(Rs in lacs)

Progress of scheme for revival of units under possession by original promoter/borrower 2004-05

S.No.	Name of the unit	Date of possession	Amount outstanding	Date of registration	Amount eligible as per scheme	Date of decision	Date & amt. of initial deposit	Amnt. of waiver of penal Intt.	Date of handing over possession

Prin. :
Intt. :
O.M. :
Total :
Simple Intt. for:
possession period
SUMMARY:
Total eligible cases :
Cases Registered :
Cases Decided :
Units handed over back :

Branch Manager