

**RAJASTHAN FINANCIAL CORPORATION**  
Udyog Bhawan, Tilak Marg  
Jaipur - 302 005

Ref: RFC/ARRC/ 23/FR-HO/Gen./158 /127

Date : 02.05.2006

**CIRCULAR**  
(ARRC No.100)

Reg.: **Scheme for Settlement of Deficit/Write off/Decretal Cases over Rs.50,000/- , but up to Rs.2.00 lakhs : 2005-06**

In order to reduce the NPA Portfolio of the Corporation, it has been decided to introduce a new scheme for settlement of deficit/write off/decretal cases involving amount above Rs.50,000/-, but up to Rs.2.00 lakhs for the year 2005-06. The salient features of the Scheme are given below:-

**I. ELIGIBILITY:**

The following type of cases as on 31.3.2005 shall be covered under the Scheme:

1. Deficit cases having absolute principal sum up to-Rs. 2.00 lakhs as on date of sale
2. Written off cases having written off amount up to Rs.2.00 lakhs
3. Decretal cases where decretal amount is up to Rs.2.00 lakhs

**II. NORMS FOR SETTLEMENT:**

S.No.	Category of the cases	Norms for settlement
1	Cases where no security is available or security available is less than 200% of the deficit/write off/decretal amount.	Deficit cases to be settled on principal segment plus other money and cases of write off/decretal are to be settled on write off amount/decretal amount plus other money.
2	Cases where security available is more than 200% of the deficit/write off/decretal amount.	Deficit cases to be settled on double the principal segment plus other money. Write off/decretal cases to be settled on double the write off amount/decretal amount plus other money.

Note: Security means any type of security like primary, collateral and personal guarantee.

(Contd....P/2)

### III. REGISTRATION FEE & UPFRONT AMOUNT.

Interested borrowers/guarantors can get their cases registered by depositing Rs.500/- as registration fee along with upfront amount equal to 20% of the deficit/write off/decreetal amount. The upfront amount shall be adjusted in the settlement amount.

### IV. LAST DATE FOR REGISTRATION: : 31<sup>ST</sup> JULY, 2005

*Note: The cases registered would be settled within 30 days from the date of registration, but not later than 31.8.2005.*

### V. LAST DATE FOR PAYMENT OF SETTLEMENT AMOUNT: : 31<sup>ST</sup> DECEMBER, 2005

### VI. COMPETENT AUTHORITY FOR SETTLEMENT : BRANCH MANAGER

### VII. OTHER TERMS AND CONDITIONS:

1. The cases already registered under any other Scheme, but not settled or settled but settlement amount not paid are also eligible for settlement treating as fresh case provided they are covered under the this Scheme.
2. The court cases filed by the borrower/guarantor, if any, against the Corporation would be withdrawn by the borrower/guarantor.
3. The decreetal cases where execution application has already been filed are also eligible, but as soon as settlement is complete (i.e. payment of settlement amount has been received), then the execution application shall stand withdrawn.
4. As soon as payment of settlement amount is received, mortgaged documents may be released subject to fulfillment of other conditions.
5. In no case, the loan account should be settled below principal plus other money (including mortgage expenses) outstanding in the books of account.

(3)

**VIII. MONITORING:**

1. Unit-wise record shall be maintained at Branch office in a separate register in the format at Annexure -1
2. Monthly report shall be furnished by BO in Annexure 2 before 10<sup>th</sup> of every month.

All concerned are directed to give full publicity to the scheme and ensure that majority of eligible cases are settled within the operative period of the Scheme.

*[Handwritten signature]*

**(KARNI SINGH RATHORE)**  
**CHAIRMAN & MANAGING DIRECTOR**

Encl: a.a.

cc.to:

1. ALL ROs/BOs/SOs.
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