RAJASTHAN FINANCIAL CORPORATION
(FR SECTION)

Ref.No.RFC/23FR/HO/Policy-85/ 3669

CIRCULAR
(FR No.500 )

Dated 18.2.2008

Sub: Scheme for settlement of transport loan cases having disbursed
amount abcv Rs.1.00 lac : 2007-08

Attention is invited to FR circular No. 450 dated 1.5.07 followed by FR circular No. 487
dated 20.12.07 regarding above.

During the review meeting of Branch Offices, some of the Branch Managers raised an
issue that under the settlement schemes viz. Scheme for settlement of transport loan
cases and for settlement of deficit / decreetal / write off cases which were launched
upto 2006-07, the seed capital loan accounts were not eligible for settlement. However,
the settlement schemes launched for the financial year 2007-08, the seed capital loan
accounts have also been allowed for settlement on the similar lines as that of other loan
accounts.

Considering the above, it has been decided that the cases having Seed Capital loan
earlier settled by Empowered Settlement Committees prior to 31.3.07 with the consent
of loanee but loanee either did not deposit any amount or deposited part amount may
also be registered afresh under the ongoing Scheme for settlement of transport loan
cases. However, the amount deposited earlier will not be considered for appropriation
against the amount recoverable under the current scheme.

Accordingly, sub-point (ii) of point No.7 under the heading “Restrictive Clause”
appearing in the scheme for settlement of Transport l.0an cases having
disbursed amount above Rs.1.00 lac issued vide FR circular No.450 dated 1.5.07
is substituted by the following:

“The cases having Seed Capital loan earlier settled by Empowered Settlement
Committees / competent authority prior to 1.4.07 with the consent of loanee but loanee
either did not deposit any amount or deposited part amount may also be registered
afresh under the ongoing settlement scheme. However, the amount deposited earlier
will not be considered for appropriation against the amount recoverable under the
current scheme. The cases which were settled on or after 1.4.07 by Empowered,
Settlement Committees / competent authority with the consent of loanee shall not be
registered afresh under the scheme. In such cases where last date of payment has
expired will be settled on the balance unpaid amount as settled earlier plus interest @
16% per annum on balance amount.”

All concerned are advised to take a note of above and act accordingly.

(B.N. SHARMA)
CHAIRMAN & MANAGING DIRECTOR

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