

**2. Budget and Programme – 2022-23**

2.5	Particulars of recipients of concessions, permits or authorizations granted by the public authority {Section 4(1) (b) (xiii)}	2.5.1. Concessions, permits or authorizations granted by public Authority	Financial Year	Nature of the Concession/waive off /Incentive	Scheme	Amount In Lakhs
		2.5.2. For each concessions, permit or authorization granted a) Eligibility criteria b) Procedure for getting the concession/grant and/or permits of authorizations c) Name and address of the recipients given concessions/permits or authorizations d) Date of award of concessions/permits of authorizations	2022-23	Penal Interest Waive of	Term Loan/Micro Fin	63.55
As per below OTS norms/policy as approved by Board of Directors of the Corporation						

**"NORMS FOR ONE TIME SETTLEMENT OF OVERDUES"**  
(2022-23)

**1 COVERAGE**

- i) Borrowers (SCAs/NGOs), who have some overdues under the head penal interest as on cut-off date, shall be eligible to be covered.
- ii) Claims may be submitted separately or together under General Loan Scheme, Micro Finance Scheme, Mahila Samridhi Yojana and Education Loan scheme etc.
- iii) The proposals are required to be sent by the borrowers on/before 31<sup>st</sup> May, 2023.

**2 TERMS & CONDITIONS AND PROCEDURE:**

Terms used:

Cut-off date: - It is the date with reference to which settlement amount is calculated.

Settlement amount: - Total Overdue amount (Principal + Simple interest) minus amount to be waived off as on cut-off date.

- (i) The settlement will be made with reference to the statement of account as appearing in the account books of NBCFDC.
- (ii) After receipt of settlement proposal from borrowers, NBCFDC shall consider & may accept & issue a sanction letter, in terms of the policy & borrowers shall comply with the same, as per the terms of sanction.
- (iii) Thereafter, after the settlement amount is paid as per terms, NBCFDC shall confirm to the borrowers about the waiver of penal interest in its accounts.

**3 SETTLEMENT FORMULA & PAYMENT CONDITIONS:**

Sl.	Options for waiver/incentive	Payment Conditions
I	<ol style="list-style-type: none"><li>i) 100% of penal interest (receivable) as on cutoff date is waived.</li><li>ii) 100% of penal interest already adjusted from repayments by NBCFDC till cutoff date is waived and adjusted towards other dues.</li><li>iii) The SCA may be given 'incentive' @3% p.a calculated on the Settlement Amount for a period of 9 months, which would be paid separately only after receipt of full repayment of the Settlement Amount.</li></ol>	<ol style="list-style-type: none"><li>i) 100% of the repayment of 'Settlement Amount' within the 3 months of sanction by NBCFDC.</li></ol>

II	i) 100% of penal interest (receivable) as on cutoff date is waived. ii) 100% of penal interest already adjusted from repayments by NBCFDC till cutoff date is waived and adjusted towards other dues.	i) 10% of repayment of Settlement Amount, by the end of the quarter, succeeding the quarter in which settlement proposal is accepted by NBCFDC. ii) 90% of the repayment of settlement amount within 9 months succeeding the quarter in which settlement proposal is accepted by NBCFDC.
III	100% of penal interest (receivable) as on cutoff date is waived.	i) 10% of repayment of Settlement Amount, by the end of the quarter succeeding the quarter in which settlement proposal is accepted by NBCFDC. ii) 90% of the repayment of Settlement Amount, within two years succeeding the quarter in which settlement proposal is accepted by NBCFDC.

Note: Under all three options, the amount of 'entitlement of waiver' and incentive, if any shall in no case exceed the 'settlement amount'.

4. Overdue amount as on cutoff date shall be frozen and no further simple interest/penal interest will be levied till the settlement of overdues, subject to the satisfaction of NBCFDC with regard to the settlement.
5. The cutoff date may be mutually decided between NBCFDC & borrowers.
6. In case of partial compliance or non-compliance of the terms and conditions, within the stipulated time by the borrowers, penal interest shall not be waived and overdues amount already frozen will be restored.

\*\*\*\*\*