



Ref No.KSFC/HO/MD/ED(F)/340/2008-09

Date : 11.06.2008

CIRCULAR No.813

Sub : Settlement of OTS proposals in respect of cases where
initial amount is collected on or before 31.03.2008

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The Board in its meeting held on 02.06.2008, while perusing the note on status of NPAs as on 31.03.2008, has discussed the pros and cons of OTS policy. Upon discussion, the Board decided to do away with One Time Settlement Scheme from 01.04.2008. However, Board also noted that there are OTS proposals which are in pipeline where the initial payment towards OTS is made before 31.03.2008 and these proposals are yet to be processed on account of compliance of internal official procedures.

The Board authorised the Managing Director to take up the OTS proposals of such cases where the initial amount is made on or before 31.03.2008. These cases shall be settled strictly as per the policy without any delay, based on the OTS policy that was prevailing as upto 31.03.2008. However, the Board decided that there shall be no fresh cases for OTS from 01.04.2008 except the Special OTS scheme of GoK, which shall continue as per the prevailing guidelines.

All the BMs and HODs at HO should prepare a list of cases where OTS initial amount is collected on or before 31.03.2008 and OTS decision is pending. The list shall be prepared as per the format enclosed. A copy of this list shall be sent to MIS Department at HO within 10 days and MIS shall compile this information and forward the list of cases pertaining to HO to ED(O) and ED(F) in respect of branch cases. No cases beyond this list shall be considered for OTS.



Cases, where the initial payment is paid partially on or before 31.03.2008 shall not be included in this list. Such cases are not eligible for OTS and recovery of dues in these cases should be pursued in the normal course.

The cases which are in the pipeline where 100% initial amount has been made on or before 31.03.2008 should be placed before the OTS screening committee which will be chaired by ED(F) in respect of BO cases and ED(O) in respect of HO cases. The OTS Screening Committee after exercising due diligence will record its observations and submit the OTS proposal for decision to the EC / Board, who are the approving authorities.

For strict compliance.

Sd/-
MANAGING DIRECTOR

To :

All BMs
All ZMs / DGMs of Super 'A' Branches
All Principal Officers / Section Heads in HO
All General Managers
Library

Executive Directors - for information