

GUIDELINES FOR THE ONE-TIME SETTLEMENT SCHEME (*LOAN ADALATH*) OF KTDFC

Types of Loans Covered Under the Scheme:

The Scheme is applicable only for the following categories of loans.

- Personal Loans
- Vehicle Loans
- House Loans (Only those Personal House Loans where the Loanee is dead)

(The vehicle loans sanctioned under SRTO Schemes through M/s Shriram Investments Limited will not come under the ambit of the Loan Adalath.)

SCHEME COVERAGE:

The Scheme covers the following types of the above listed loans:

- Loans at default where the period of loan is already over on or before 31-12-2011.
- Loans having 6 EMIs or more at default as on 31-12-2011, which were sanctioned on or before 31-03-2008, in all categories of above mentioned loan schemes

(The Scheme also covers loans in the above mentioned categories for which the Corporation has initiated any type of legal/recovery actions including Revenue Recovery, Salary Recovery and Cases filed as per the provisions of the Negotiable Instruments Act for dishonour of cheques, subject to the payment of expenses and fees such as legal expenses, RR service charges, etc. But loans in which Vigilance enquiries/Police investigation are going on, **will not be entertained under the Scheme**)

- Loans sanctioned under “Small Road Transport Operators (SRTO) Direct Lending Scheme to Transport Operators in Kerala” and “Used Vehicles Small Road Transport Operators Direct Lending Scheme to Transport Operators in Kerala” Schemes through M/s Shriram Investments Limited (presently M/s Shriram Transport Finance Company Limited), **will not come within the purview of this scheme.**
- The Scheme shall be applicable only for the purpose of closure of loans by utilising the OTS benefits.
- The loan accounts already settled/closed shall not be reopened under this Scheme.
- All other conditions of the loans will remain unchanged unless otherwise specifically mentioned herein.

- The amount that can be waived in each appropriate cases for OTS under the Scheme will be subject to a maximum of the whole overdue interest including penal interest accrued in the loan. The Adalath Committee shall have the absolute discretion to fix the percentage of such interest to be waived in each application considering the nature and circumstances of each case. The decision of the Committee shall be final and the applicants shall not have any right to challenge the decision of the Committee. Similarly if the interest portion in a loan exceeds the principal outstanding, such portion of the interest exceeding the principal outstanding will also be eligible for waiver subject to the decision of the Committee. Corporation shall not entertain any other types of waiver for OTS other than those mentioned above, under any circumstances whatsoever.
- The OTS benefit will be restricted only to those who are in a poor financial position to remit the EMIS properly.
- The amount of settlement arrived at during Loan Adalath is to be payable in one lump, within 15 days of the date of settlement.
- If a borrower arrives at a settlement but fails to remit the total amount in accordance with the preceding rules, the terms of the settlement shall be deemed as cancelled and the recovery will be effected in accordance with the original terms and conditions of the loan, as if no settlement was arrived at.
- The duly filled application form shall reach KTDFC by hand/courier/post in the address mentioned below on or before **18.04.2015 at 5 PM** :

The Managing Director
Kerala Transport Development Finance Corporation Limited,
Level 8 (6th Floor), Trans Towers
Vazhuthacaud, Thiruvananthapuram-695014

Belated applications will not be considered.

Managing Director