

**“SCHEME FOR ONE TIME SETTLEMENT FOR MINING AFFECTED
BORROWERS OF THE BANK”.**

The Scheme hereinafter shall be called as “OTS SCHEME”

1. ELIGIBILITY :

- i) The Scheme will apply to all eligible member borrowers of the bank under “Debt Relief Scheme for Mining affected borrowers of Financial Institution” framed by the Government of Goa as published in the Official Gazette.
- ii) The borrower should have availed loan from the Bank on or before 30.09.2012 for purchase of trucks/tippers/barges/mining machinery for the purpose of mining activity within the State of Goa.
- iii) The borrower shall apply for and avail the OTS Scheme from the Bank against the outstanding loan and their accounts being outstanding as on 30.06.2014.
- iv) “The scheme is applicable to those who have registered with Goa Electronics Limited.”
- v) The Scheme shall also be applicable to those borrowers who have sold/intend to sell the asset and settle the loan of Bank immediately (without waiting for 45 days period to receive the subsidy amount) provided the loan settlement is carried out on or after date of notification of the scheme i.e. 03.09.2014 subject to fulfilment of necessary conditions of the scheme.
- vi) The scheme shall be applicable to the borrowers in the category of “an individual/Partnership/Proprietary firm/Private Limited Company”.

OTHER ELIGIBLE CASES :

1. The Scheme shall also be applicable to all the eligible Mining affected borrowers wherein the trucks/machinery/s are shifted/not shifted outside Goa and whether or not registered with Goa Electronics Limited, for the purpose of benefits to be given by the Bank, i.e. irrespective of whether the subsidy is given by the Govt. under their Debt Relief Scheme or otherwise to the borrowers under the above three categories.
2. The Scheme shall also be applicable to those mining affected Borrowers without any ceiling on the number of Trucks/Tippers/ Barges/Mining Machinery irrespective of whether the

subsidy is given by the Govt. under their Debt Relief Scheme or otherwise to the Borrower under the above three categories.

2. **QUANTUM OF SUBSIDY :**

(1) The Government shall extend subsidy against principal loan component of the settlement amount subject to maximum as prescribed below :-

Category of Loan	Percentage of subsidy on Principal loan component of the Settlement amount	Maximum Subsidy
(1)	(2)	(3)
Truck/Tripper	35%	15 Lakh
Machinery	35%	20 Lakh
Barges	35%	35 Lakh

- i. The entitlement of subsidy under scheme shall be limited to for three borrowers per family under only one of the above category.
- ii. Subsidy (Govt. Subsidy) shall be restricted to maximum three trucks/tippers/machinery/ /barges.
- iii. The quantum of subsidy shall be restricted to the percentage mentioned in column (2) or maximum amount mentioned in column (3), whichever is less.

3. **EXCEPTIONS :**

- a) This scheme shall not be applicable to the borrowers engaged in Mining/Extraction/Trading of Minerals/Lease Holders.
- b) The maximum of subsidy to an individual in any capacity as a member of a family or a sole proprietor or a partner in a partnership firm shall not exceed the maximum amount of subsidy allowed under the Govt. scheme.
- c) The scheme shall not be applicable to borrowers of Bank who have availed loan for personal, housing, car, working capital etc.

- d) The Govt. scheme shall not be applicable to borrowers of Bank who have shifted their barges/trucks/tippers/machinery/ equipment's outside Goa. However, these loans shall be eligible under the Scheme of the Bank for considering the benefits from the Bank as referred under clause 1 of "OTHER ELIGIBLE CASES".
- e) The loan extended by the Bank shall not include loan against fixed deposit receipts.
- f) Loans availed of or guaranteed by Directors or by close relatives of Directors or by firms/companies/institutions in which the Directors are interested or by ex-Directors of the Bank.

4. **SETTLEMENT FORMULA** :

4.1 Those eligible shall settle the loan accounts as under :

4.2 Amount to be recovered : outstanding balance in the account as on 30.09.2012 or 30.06.2014 whichever is lower plus applicable rate of interest from 1.10.2015 till the closure of loan account.

Note :

- (i) "The outstanding amount of the borrower calculated by the Bank shall not include any interest dues payable or capitalized by the borrower/bank for the period prior to 30.09.2012. This prior period interest shall be paid by the borrower to the Bank and the Bank shall give an undertaking in each of the settled cases."
- (ii) Outstanding means only principal loan of the borrower with the Bank as on 30.09.2012 or as on 30.06.2014 whichever is lower.
- (iii) The Bank shall revert 50% of the amount already paid as interest during the period from 01.10.2012 to 30.06.2014 and adjust the same towards principal amount of the loan account. The balance of unpaid interest shall be waived.

Similarly, the Bank shall revert 50% of the amount already paid as interest during the period from 1.7.2014 till 30.09.2015 and adjust the same towards principal amount of the loan account .The balance of unpaid interest shall be waived.

- 4.3 All other charges including Insurance Premium debited to the loan accounts for the period from 1.10.2012 till closure of the loan account shall be paid by the borrowers.
- 4.4. The borrower has to make upfront payment of not less than 5% of OTS amount along with the acceptance of OTS offer letter issued by the Bank and the balance OTS amount (excluding approved Govt. of Goa Subsidy amount) shall be deposited by the borrowers within 15 days of approval of subsidy by the Govt. of Goa, failing which the OTS offer shall stand cancelled. No further interest shall be charged on the Goa Govt. Subsidy amount.
- 4.5. In respect of suit filed cases, cases before any Court the charges towards Government fees shall be paid along with the settlement amount by the borrowers.

PROCEDURE :

The borrowers eligible for one time settlement shall submit their application to the Managing Director, who shall place the application before the Settlement Advisory Committee. The Settlement Advisory Committee shall recommend eligible cases to the Board of Directors for approval.

5. SETTLEMENT ADVISORY COMMITTEES (SACS) :

The Board hereby constitutes - Settlement Advisory Committee
Comprising of the Chairman, Vice-Chairman, Managing Director
and the Senior Officer in charge of Loan Department.

- 1) In case the Subsidy approved by the Goa Govt. is lower, the difference amount shall be paid by the borrower for final settlement of the dues.
- 2) If it is found at a later date that the borrower is not eligible OR has claimed the subsidy in violation of the terms of the scheme by misrepresentation, miscalculation, fraud or any other means, the amount of subsidy claimed by the borrower along with the benefit given by the Bank shall be repayable forthwith to the Bank along with existing interest rate (applicable interest) of the Bank.

- 3) In case the Financial Institutions claiming the benefit on behalf of the borrower under this scheme, are found at a later date to have claimed the same in violation of the terms of the scheme, by misrepresentation or miscalculation, the amount of subsidy claimed by them shall be repayable forthwith by the Financial Institution with interest at existing Base Rate/PLR of that Financial Institution per annum and shall become recoverable as arrears of land revenue.