

OTS Scheme-2006(Readopted in 2008)

Recoverable categorized in two broad groups
Principal & interest outstanding as on 31/1/2006)

- Groups-A Investment in equity shares
- Group-B Lending in IFL and Seed Capital Assistance and Pref. shares.

Formula for quantification of OTS amount in group A-equity shares

General Category

- 1.(a) Investment during last 15 years- Amount released X 2 less repayment
(b) Investment during more than last 15 yrs.-Amount released X 2.5 less repayment.
2. BIFR/Sick (SLC) category
- (a) Investment during last more than 15 yrs Investment made X 1.80 less repayment
(b) Investment during last 15 yrs. Investment made X 1.40 less repayment
3. Non commissioned/Incomplete/
Litigated or under liquidation Investment made + one time interest -10%

**Formula for quantification of OTS amount-Group-B
OTS Scheme-2006 in respect of IFL, Seed Capital Assistance
And Preference Share-Group-B**

A. General Category

- (i) First disbursement made more than 15 yrs back Principal plus 40% of intt outstanding
(ii) First disbursement made during last less than 15 yrs. Principal plus 50% of intt. outstanding

B. BIFR/Sick (SLC) category

- (i) First disbursement more than 15 yrs back Principal plus 30% of intt. outstanding
(ii) First disbursement made last less than 15 yrs. Principal plus 40% of intt. outstanding

- C. Non commissioned/Incomplete/
Litigated or under liquidation Principal plus one time interest-10%

The scheme (readopted on 26/2/08) shall remain in force for the period of six months ending on 31/8/08.

For the purpose of calculation of OTS amount the cut off date for outstanding amount shall be 31/1/06.

CONDITIONS

1. The OTS amount so calculated above will be paid within three months of the acceptance of the OTS by the borrowers
 2. Minimum 10% of the principal outstanding due shall be paid as up front payment along with the application for the OTS.
 3. If the OTS amount is paid within one month of the acceptance of the OTS one one time special concession @ 2% on interest amount only shall be allowed to the applicant.
 4. If the OTS amount is not paid within three months of the acceptance of the OTS the penal interest @ 2% per week shall be charged on the balance OTS amount.
 5. If the OTS amount is not paid within six months of the acceptance of the OTS, the OTS shall be withdrawn and the amount if any paid against the OTS shall be adjusted against normal dues.
 6. One time processing and administrative charges amounting to Rs.10,000/- shall be charged from the borrowers.
 7. The following amount shall be charged as legal expenses if any court case has been filed or pending against borrowers in respect of the four categories of the loan mentioned above:-
 - i) Supreme Court Rs.1,00,000/-
 - ii) High Court 50,000/-
 - iii) Lower court/Certificate court 20,000/-
 8. In any of the category mentioned above if the OTS amount quantified is less than the amount already paid by any borrower unit there will be no refund.
- IV The documents/papers to be furnished for availing the OTS Scheme-2006 (Readopted in 2008)
- a) An affidavit from the promoter in the format approved by BICICO.
 - b) Certificate from DIC/IADA regarding non-commissioned and incomplete unit
 - c) Copy of the decree/judgement of the court regarding litigated unit.
 - d) Certificate along with registration as a sick unit either from BIFR/State Level Committee which ever is applicable in case of sick unit.
