

OTS Scheme by Bank for MSME/Retail/Agri/Other Borrowers.

BOI OTS 2022

- BOI OTS is Non-Discretionary and Non-Discriminatory, in general, with exceptions in respect of certain NPA accounts having substantial realizable value of available security, net worth of Borrower/guarantor and circumstances where higher OTS amount.
- Scheme is valid up to 31.03.2023.
- Scheme will cover all doubtful/loss and regular write-off category accounts with outstanding above Rs.1.00Crore and upto Rs.50.00Crore as on 31.03.2022. All these accounts should have been NPA on or before 31.03.2021. Fraud & wilful default are not eligible under this scheme. Advances guaranteed by Central and Government/State Government are also not eligible under this scheme.
- Borrowers having more than one credit facilities for same purpose will be treated as one account under the scheme.
- For processing OTS proposal, 10% initial application money along with request letter to be submitted to the concern branch.
- Repayment should be in 180days from date of acceptance.
- No interest, if balance OTS amount is paid within 90days from acceptance of OTS. For payments beyond 90 days, In case no upfront is received apart from 5% initial application money, simple interest will be charged @ 10% on reducing balance from the date of acceptance of OTS till full payment.
- If borrower fails to make full payment of OTS amount as per sanctioned/accepted terms, OTS will be treated as revoked and payment already made till then shall be forfeited and treated as normal recovery. No refund of any deposited amount would be allowed after acceptance of terms and conditions of OTS.
- Cases referred or admitted to NCLT under IBC 2016 are eligible subject to applicable guidelines.
- Cases where Bank has issued notice u/s 13(2) or taken action u/s 13(4) of SARFAESI Act are also eligible.
- Cases pending before courts/DRTs will also be eligible. However, consent terms with default clause will have to be filed before presiding officer of court/DRT.
- Borrower should undertake to withdraw any claims/litigation if filed against Bank at any court/forum, Bank has no liability with regards to any dispute/claims/injunction etc. in form of any legal dispute from others.
- If any fraud/wilful default is found/observed in account, Bank reserve the right to proceed/initiate criminal proceedings as per extant law and bank's policy
- Failed restructuring accounts are also eligible under this scheme.
- No deviation is allowed in this scheme.

STAR SANJEEVANI

Salient Features:

- Star Sanjeevani is Non-Discretionary and Non-Discriminatory with OTS amount based on the asset code of the account.
- Accounts under outstanding up to Rs.1Crore under Doubtful, Loss & regular written off accounts are eligible under this scheme.
- Outstanding Balance as on 31.03.2022 would be reckoned for calculation of OTS amount.
- CGTMSE/CGFMU/CGSSI/CGFSEL/CGFSSDL or any other Guarantee covered accounts are also eligible under this scheme.
- In case securities are extended to other accounts, OTS in any one of these accounts can be done on stand-alone basis subject to security will not be released till liabilities in all accounts are paid off.
- In accounts with Non fund based facility, Fund based facility will be settled as per scheme including crystalized Non-fund based amount and 100% cash margin in the form of TDS/SB/CD duly lien marked or collateral securities @ 150% of outstanding NFB to be kept as margin in case of live NFB exposure which is not yet crystalized.
- Accounts declared as Fraud/Malfeasance and wilful defaulters are not eligible under this scheme.
- Outstanding upto Rs.50Lakhs in H&T advance are also eligible subject to OTS offered by the borrower.
- Accounts with ledger outstanding/written off amount upto Rs.10.00Lakhs, entire compromise amount to be payable preferably in one lump sum within 90days of approval, with minimum 10% of the amount to be paid upfront.
- Account with ledger outstanding / written off amount above Rs.10.00Lakhs, minimum 10% of the approved amount to be paid upfront and balance within 6 months of approval subject to borrower providing PDCs for instalment amount.
- No interest, if full OTS amount is paid within 90days of conveying approval of OTS. For payments beyond 90 days, simple interest will be charged @ 10% on reducing balance from the date of acceptance of OTS till full payment.
- If repayment exceeds 1 year from the date of acceptance, OTS will be treated as revoked and payment already made till then shall be forfeited and treated as normal recovery.
- In Suit filed accounts, a consent decree/application be filed before the appropriate court incorporating inter alia the OTS terms.
- Borrower should undertake to withdraw any claims/litigation if filed against Bank at any court/forum, Bank has no liability with regards to any dispute/claims/injunction etc. in form of any legal dispute from others.

- If any fraud/wilful default is found/observed in account, the same will be dealt with as per Bank's Policy.
- No deviation is allowed in this scheme as it is Non-discretionary and Non-Discriminatory.
- No OTS will be considered without the upfront amount.
- Loans against TDRs/NSCs/LIC Policies and advances guaranteed by Central and Government/State Government are not eligible under this scheme.
- Subject to terms and conditions.