

**Rajasthan State Industrial Development & Investment Corporation Ltd
Udyog-Bhawan, Tilak-Marg, Jaipur-302005**

No: IPI/P-6/P&D/2007/Pt-III/783
Dt: 06 August, 2020

CIRCULAR

Sub: Guidelines for issuing conditional NOC to the financial institutions for mortgaging lease agreement for availing financial assistance or collateral security by the allottee of the plot.

It has been observed that in the process of issuing NOC to the financial institutions, unit offices first ask the allottee to clear outstanding dues/ any charges, such as, service charges, economic rent, CETP Charges, retention charges etc. and interest on outstanding dues from the allottee concerned before issuing NOC. However, many times the allottee may not be in a position to clear these outstanding dues/ charges due to his financial constraints. This causes delay in issuing NOC to the financial institutions and in turn delay in availing financial assistance by the allottee.

With a view to resolve the above matter of delay in issuing of NOC to financial institutions due to above reason and to streamline the process of issuing NOC with ease, following guidelines are issued to unit offices for issuing conditional NOC to the financial institutions to deal with such cases:

- (i) On receipt of a request from the allottee for issuing No Objection Letter in favour of the Financial Institution for creation of mortgage of the lease agreement to secure their loan, the NOC may be issued if there is no default towards land dues/ any charges. In case of default, a demand letter, mentioning the dues/charges will be issued to the Financial Institution.
- (ii) The Financial Institution will be asked to issue letter for comfort/ assurance letter to the effect that the amount in default/dues of the Corporation shall be paid by them directly to the Corporation, to enable the Corporation to issue conditional no objection letter for creation of mortgage.
- (iii) On receipt of letter for comfort/assurance letter from the Financial Institution, unit office will issue no objection for

creation of mortgage on the plot subject to payment of Corporation's dues/charges, within a period of 30 days, out of the sanctioned Financial Assistance. The Corporation's bank account details will also be provided so that Financial Institution may pay the amount directly to the Corporation.

- (iv) The Financial Institution is to provide details of creation of mortgage and payment of dues/charges of the Corporation.

This is issued with the approval of the IDC vide item (27) of its meeting dt. 24th June, 2020.


By order
Dated 24/6/2020
(Pukhraj Sen)
Advisor (Infra)

Copy to:

1. FA/Advisor (A&M)
2. Secretary
3. CGM(Finance)
4. CGM (Infra/Fin/PR)/
5. GM(BP)/ GM (Civil)/GM (EM)
6. OSD (Land)
7. DGM (IT) for uploading on website.
8. Sr. DGM (Law) /DGM (Law)
9. All Unit Heads -----
P&D Cell Officers:
10. Addl.GM (P&D)
11. Sr.DGM (P&D)
11. Sr.RM (P&D) (SL)/(LCM)
12. Sr. RM (M&C)/Dy. Mgr (P&D)

Copy also to:

- (i) PS to Chairman, RIICO
- (ii) PS to MD, RIICO
- (ii) PS to Advisor (Infra)


Addl.GM (P&D)