

**STATE INDUSTRIES PROMOTION CORPORATION OF TAMIL NADU LIMITED**  
**19-A, Rukmani Lakshmipathy Road, Egmore, Chennai-600 008.**

**O.O.No.47/2021**

**27.04.2021**

Sub: SIPCOT – Term loan lending activity – recovery of dues through One Time Settlement (OTS) – policy and guidelines – revision in the interest rate - Board's approval –reg.

Ref: 1. O.O.No.40/2019 dated 18.11.2019  
 2. O.O.No.29/2021 dated 30.03.2021

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The Policy/Guidelines to be followed for One Time Settlement of term loan dues have been issued in the references cited above.

The Board of SIPCOT at its meeting held on 20.04.2021, approved the following revisions to the existing OTS policy and guidelines.

EXISTING POLICY OTS AMOUNT	AMENDED POLICY OTS AMOUNT	CONCESSION TO BE EXTENDED
The Market value of the primary and collateral security (valuation done by TIIC/IT panel valuer within one year) is <b>less than the term loan principal outstanding to SIPCOT/TIIC and other institutions</b> the OTS would be principal + other dues + <b>4% Simple Interest</b> will be charged on the principal outstanding as per books of accounts of SIPCOT and the interest amount already paid by the company will be adjusted against this component. In case the interest already collected by SIPCOT is in excess of <b>4% simple interest</b> the OTS amount would be principal outstanding and other dues.	The OTS would be principal + other dues + <b>6% Simple Interest</b> will be charged on the principal outstanding as per books of accounts of SIPCOT and the interest amount already paid by the company will be adjusted against this component, In case the interest already collected by SIPCOT is in	Waiver of penal interest, interest on interest and part of simple interest.
The Market value of the primary and collateral security (valuation done by TIIC/IT panel valuer within one year) is more <b>than the term loan principal outstanding to SIPCOT/TIIC and other</b>		

<p><b>institutions</b> the OTS would be principal + other dues + <b>6% Simple Interest</b> will be charged on the principal outstanding as per books of accounts of SIPCOT and the interest amount already paid by the company will be adjusted against this component. In case the interest already collected by SIPCOT is in excess of <b>6% simple interest</b> the OTS amount would be principal outstanding and other dues.</p>	<p>excess of <b>6% simple interest</b> the OTS amount would be principal outstanding and other dues.</p>	
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The other guidelines issued in the Office Orders cited above remain unchanged.

The above revised interest rate @ 6% is effective from 20.04.2021 for all OTS applications.

Sd/--  
(J. KUMARAGURUBARAN)  
MANAGING DIRECTOR


To

All General Managers  
All HODs  
PA to MD  
PA to ED

Copy to

All the Project Officers,  
SIPCOT Industrial Parks.

//Forwarded By Order//

  
28/4/2021  
General Manager (F)