

**Orissa Industrial Infrastructure
Development Corporation**

(A Government of Orissa Undertaking)

Phones: (0674) 542784, 540820, Fax: 542 936

Email: md@idcoindia.com

No. IDCO/HO/ID/A- 8817/01/962/ 1525



ISO 9001 & 14001 CORPORATION

Date : 04 10 02

To

The Divisional Head IDCO,
Angul/ BCD-I/ Balasore/ Bolangir/ Berhampur/
Bhawanipatna/ Cuttack/ Sambalpur/ Sunabeda/
Rourkela/ Water Supply & EC Division.

Sub: Revision of rate of interest to be charged on all the dues of Corporation.

Dear Sir,

With the objective of streamlining and simplifying the calculation of dues, the Board of Directors of IDCO in their 56th meeting held on 26.08.2002 have decided the followings:

1. With effect from 01.10.2002, all dues of IDCO including HP dues, Rent, Ground Rent, Cess, IMC & Water dues etc. will carry simple interest @ 12% per annum. This will be uniformly applicable for all the locations.
2. In case of default in payment of any type of dues, penal interest @ 2% per annum shall be charged on the defaulted amount for the defaulting period. This will also be applicable for all the locations.
3. The Ground Rent, Cess, IMC etc. which become due at the beginning of the financial year. For the purposes of payment of current dues the entire financial year will be treated as grace period. In other words no interest and penal interest shall be charged on the current demand if the allottee pays the same any time during the grace period together with arrears if any. However, interest/ penal interest will be charged on the arrears, if any, till the date of payment. To clarify further, the Ground Rent for 2002-2003 becomes due for payment from 01.04.2002. No interest shall be charged if the allottee pays the current demand (here it is assumed that there are no arrears of previous years) any time within 01.04.2002 to 31.03.2003. But if the dues remain after 31.03.2003, interest and penal interest shall become chargeable from 01.04.2003 on the current demand.
4. Monthly dues such as Shed Rent, Water charges etc. become due for payment on the last date of each calendar month. A Grace period of 30 days will be allowed for making payment of current dues. No interest and penal interest shall be charged on the current demand if the allottee pays the same (with arrears, if any) within the grace period. However, interest/ penal interest will be charged on the arrears, if any, till the date of payment.

6. Payment received will be first adjusted towards arrear penal interest, then towards arrear interest and balance, if any towards the outstanding principal.

6. Consequent of the above the existing practice of annual compounding of dues will be discontinued. The last compounding of dues will be on 31.3.2002. Similarly the previous practice of allowing rebate for timely payment will also be discontinued.

You are therefore requested to notify the above changes to the allottees in the industrial estates/ areas under your control against proper acknowledgement and maintain ledger accounts accordingly.

Receipt the circular may please be acknowledged.

Yours faithfully

Chief General Manager (ID)

Memo No. _____ /dated.

Copy to all Chief General Manager, IDCO/ General Manager, IDCO for information and necessary action.

Chief General Manager (ID)

Memo No. _____ /dated.

Copy to Orissa Small Scale Industries Association/ Orissa Young Entrepreneur Association/ Orissa Assembly of Small & Medium Enterprises, Industrial Estate, Cuttack for information and necessary action.

Chief General Manager (ID)

Memo No. 15748 /dated. 04 10 2001

Copy to all Officers/ Dealing Asst. of ID & Recovery Section, IDCO Head Office for information and necessary action.

Chief General Manager (ID)

Sd/- P. K. Patra
Sd/- Asst.