

1.3. As a follow up of this recovery cells are to be set up in each State assisted by the Apex Corporations for actively directing the recoupment of the instalments from the beneficiaries through collecting agents or collecting organisations.

1.4. Many a location for recoveries would be common to most SCAs in a State. It may be worthwhile considering a common recovery agent/organisation on an experimental basis.

1.5. This common Cell should be set up in one or two States in which all the 5 Apex Corporations will take active part. If this is successful it can be extended to other States also.

1.6. With the same analogy a combined guarantee from each State Government covering loans of all SCAs from the 5 Apex Corporations should be introduced.

This would result in less paper work and easier accounting.

1.7. Certain States are finding difficulty in giving guarantees because of their internal constraints.

In these cases, the NABARD pattern can be followed where the State Department concerned gives a letter of comfort to the Apex Corporations stating that in the event of

.....3.