



**OFFICE OF THE MANAGING DIRECTOR
ASSAM STATE TRANSPORT CORPORATION, PALTANBAZAR
GUWAHATI-781008**

OFFICE MEMORANDUM

No: ASTC/HO/Purchase/Uberization-5/280/2020-21/288

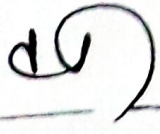
Date: 29.12.2020

Whereas, the Uberization scheme of Govt. of Assam is being implemented by Assam State Transport Corporation for which the Letter of Awards (LOA) were issued to beneficiaries of the scheme. Further, the beneficiaries were asked to submit quotation of bus, loan sanction letter and subsidy claim letter from Banks and Financial Institutions for releasing the subsidy.

It is hereby clarified to all the Banks and Financial Institutions that regarding recovery of loan provided to the beneficiaries of the scheme and realization of 25% Govt assistance amount as follows.

1. The bank will collect EMI against the loan amount to the beneficiaries as per their terms and conditions.
2. The vehicle purchased by the beneficiary is to be hypothecated to the financing bank or Financial Institutions.
3. Financers will be given absolute rights to repossess the assets on account of defaults by the beneficiary and further finance may go for sale/auction of assets for recovery of the dues.
4. The financial institutes will have unconditional access to places where these buses are kept (whether it will be premises of ASTC for seizure/SARFAESI action/inspection/legal action in case of defaults of the loan).
5. The 15% of total cost of vehicle which is to be deposited to ASTC should be deposited to the bank account of ASTC every month from the starting month for 5 years in EMI along with share money to be paid to ASTC. The financial institutes have no responsibility regarding the same.
6. In case the beneficiary is not an NPA/defaulters and he wish to withdraw the vehicle before completion of 5 years he will have to return the entire 25% of the assistance provided by ASTC which includes 10% grant and 15 % interest free loan.
7. The enforcement of the recovery of the above mentioned 25% shall be undertaken by Joint Action Group which will consists of officials from Commissioner Transport office, Police department and ASTC respectively who will act upon the defaulters in strict compliance as followed by all Financial institutions. This recovery will not encroach upon the recovery procedure of the financial institutions to recover their loan amount and interest accrued thereof.
8. In case the beneficiary is a defaulter then ASTC will recover the 15% grant in the form of interest free loan from the beneficiary through the Joint Action Group(JAG) and will not infringe into the procedure adopted by the financial institutions taken to recover their loan amount and interest accrued thereof. The 10 % grant in aid is not refundable.
9. The financial institute should explicitly mention to which account the 25% of share money is to be released.
10. In respect of operational guidelines as mentioned below, necessary steps will be taken to ensure that the plying of the vehicle is not suspended thereby creating hurdles in loan repayment and other punitive actions will be initiated.
 - a. In case of major/ fatal accident due to erroneous behaviour, the beneficiary will pay a fine of Rs. 500/- and the driver should be debarred immediately. ASTC will blacklist the driver debarring him from driving other vehicles under this scheme. If a blacklisted driver is engaged in some other vehicle under this scheme, operation of that bus will be stopped terminating the agreement immediately.
 - b. If a vehicle under this scheme is involved in a major/ fatal accident and the driver is found without a valid licence, the operation of the bus will be suspended for 3 months and the beneficiary will be required to pay a fine of Rs. 5000/-.
 - c. In case of gross misbehaviour by the driver or conductor of the bus, the agreement shall be liable for termination.

- d. Each bus under this scheme should be operated at least for 25 days a month and the beneficiary will have to deposit a minimum of 25 days share money at the concerned ASTC office. Further, if a bus does not maintain 80% of schedule operation during a year, agreement shall be liable for termination.
- e. In case more than three genuine complaints of non-stoppages of the bus at the scheduled bus stops in a month, strict action including termination of agreement shall be taken. However, it does not restrict in collection of wayside passengers.




(A.P. Tiwari, IPS)
Managing Director
A.S.T. Corporation, Guwahati

Date: 29.12.2020

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Copy to:

1. All Banks and Financial Institutions, Assam.
2. Incharge, IT Cell, ASTC, HO for uploading in ASTC website.
3. Office order book
4. Office copy



(A.P. Tiwari, IPS)
Managing Director
A.S.T. Corporation, Guwahati