



IN THE HIGH COURT OF ORISSA AT CUTTACK

W.P.(C) No.5714 of 2026

M/s. S.S. Urmila Traders, Bhadrak
and another

....

Petitioners

Mr. T. Sahoo, Advocate

-Versus-

The Authorized Officer, Bank of
Maharashtra, Bhubaneswar and
another

....

Opposite Parties

Mr. Durga Prasad Pattnaik, Advocate for Bank

CORAM:

**JUSTICE KRISHNA SHRIPAD DIXIT
JUSTICE CHITTARANJAN DASH**

ORDER

23.02.2026

**Order No.
01.**

Mr. Durga Prasad Pattnaik, learned counsel and his associates have entered appearance by filing Vakalatnama on behalf of the OP-Bank. Vakalatnama filed be placed on record.

2. Petition prayer by the Borrower is coined as under:

“It is, therefore prayed that this Hon'ble Court may graciously be pleased to admit this writ application, issue notice to the Opposite Parties, call for the relevant records and after hearing the counsel for the parties, be please to quash the notice under Annexure-3 and in consequence a direction be given to the Opp. Party Bank for consideration of the one time settlement (O.T.S) proposal vide Annexure-4.;”

3. Learned counsel for the Petitioners vehemently argues holding a chit in his hand, which is appreciable, that two loans she had taken, one in January, 2021 in a sum of Rs.15,00,000/- another in December, 2021 in a sum of Rs.9,00,000/-. He tells that as of now about Rs.31,00,000/- is due and that she is ready and willing to go for One Time Settlement (OTS) facility; a sum



of Rs.3,00,000/- in advance is paid by way of the premium for OTS application on 20.01.2026 and despite that the Bank is not considering the same.

4. Learned Senior Panel Counsel volunteering appearance on instruction of the OPs opposes the petition contending that in loan transactions the Writ Court has no jurisdiction to interfere. Having so contended, now very fairly he submits that if the Petitioners make a comprehensive representation for OTS, there would be no difficulty for considering the same in accordance with the Policy Guidelines of the RBI. He also tells us that earlier the OTS facility was provided in a sum of Rs.14.76 lakh and now also the OTS offer would be fairly considered. This is really appreciable.

In the above circumstances, Writ Petition is disposed off reserving liberty to the Petitioners to offer OTS in the prescribed form with all necessary requisites and that a sum of Rs.3.00.000/- paid on 20.01.2026 would be treated as the premium for the same. Bank to take a call on the subject offer, if made within two weeks in accordance with the Policy Guidelines obtaining in the realm. Till such a decision is taken, no coercive measure should be adopted for recovery of the loan.

Now, no costs.

Web copy of order to be acted upon by all concerned.

(Krishna Shripad Dixit)
Judge

(Chittaranjan Dash)
Judge