

"KISAN CREDIT CARD (KCC)"

Objectives :	The scheme aims at providing comprehensive credit requirements including Short Term Credit Needs and reasonable component for consumption / ancillary needs with flexible and simplified procedure under single window.
Nature of Facility :	<p>a) <u>CASH CREDIT:</u></p> <ul style="list-style-type: none"> • Entire production credit requirement for the full year. • Credit requirements for ancillary needs such as maintenance of agriculture machinery/ implements, electricity bills, diesel charges & unforeseen credit needs related to crop production, be made upto 20% of aggregate scale of finance without cap. • For meeting contingent needs pertaining to expenses such as, medical, education of children, birth, funerals, marriage & other religious ceremonies, consumption limit upto 25% of total peak level limit without cap. <p>b) <u>TERM CREDIT :</u> For allied activities such as pump sets, land development, plantation, drip irrigation, and allied to agricultural activities such as dairy farming, sheep breeding, fisheries, bee keeping etc.</p>
Quantum of Limit :	The total limit (cash credit & term loan) should have a relationship with the projected net earning and the repayment capacity of the borrower including his existing loan obligations, if any.
MARGIN :	<p>i) For Cash Credit component - - - - NIL - - - -</p> <p>ii) For Term Loan a) upto Rs.1,00,000/-NIL b) Above Rs.1,00,000/- 15 to 25% depending upon the capacity of the farmer.</p>
Security :	<p>i) Upto Rs.1,00,000/--Hypothecation of crops and movable assets.</p> <p>ii) Above Rs.1,00,000/-:- Primary :-Hypothecation of crops & movable assets created out of loan. Collateral :-Mortgage of land where only immovable assets are created / charge over land where movable assets are created.</p>
Rate of Interest :	<p><u>For Crop Loan(Working Capital):</u> -</p> <p>i) Upto Rs. 3,00,000/-* = 7 % p.a. ii) Above Rs. 3,00,000/- = as applicable to limit amount.</p> <p><u>For Term Loan:</u> - As per limit amount & credit rating in agri. sector * <u>For Kharif Season-2011:</u>- Crop loans upto Rs. 3.00 lakhs disbursed on or after 01.04.2011 will carry rate of interest @ 7% per annum upto 31.03.2012. If not repaid upto 31.03.2012 then normal rate of interest will be applicable as per size of limit . * <u>For Rabi Season-2011-12:</u>- Crop loans upto Rs. 3.00 lakhs will carry rate of interest @ 7% per annum upto 30.06.2012. If not repaid upto 30.06.2012 then normal rate of interest will be applicable as per size of limit.</p>
Repayment Period :	<p><u>Cash Credit:</u> Crop loans as well as working capital for agriculture and allied activities to be provided as revolving cash credit limit repayable in 12 months. .</p> <p><u>Term Loan:</u> Repayable within a maximum period of 5 years, depending on the type of activity / investment and repayment capacity.</p>
Validity Period :	5 (five) years

Facility Through Card (Pass Book)	<p>It is intended that both Term as well as Short Term/ Working Capital credit facilities could be provided through single KCC. The pass book provided to KCC holders will be divided into three separate portions for maintaining the distinct record of different loan facilities as under :</p> <ul style="list-style-type: none"> • Short Term Credit/ Crop Loans; • Working Capital Credit for activities allied to agriculture and Term Loan.
Personal Accident Insurance Scheme (PAIS)	<ul style="list-style-type: none"> • All KCC holders are covered under PAIS (Personal Accident Insurance Scheme) under this master policy the premium of Rs.9/- for a one year policy and Rs.27/- for a three year policy, is shared between the farmer and the bank in the ratio of 1:2 to be paid in advance. Risk coverage under the scheme ranges from Rs.25000/- to Rs.50000/-. <p>The policy will cover the KCC holder upto the age of 70 years.</p>