

Kisan Gold Scheme

PURPOSE:

- Production & investment credit for agriculture & allied activities
- Rural housing related activities
- Consumption needs (i.e. for marriage, education, religious/family functions)

ELIGIBILITY:

- I. Only existing good agricultural land owner borrowers who have been continuously availing of any loan and having no NPA record for last Two years as on the date of application will be eligible. New farmers with evidence of satisfactory dealing with other banks for a minimum period of 2 years will also be eligible. If the land mortgaged is in the name of more than one farmer then all will be eligible jointly.
- II. The above condition of track record of 2 years may be relaxed in case of new farmers having good amount of deposit for the last 2 years provided:

Loan is secured by 100 % liquid collateral security like Deposit/ NSCs, etc,

or

Loan is secured by 50 % liquid collateral security and 50% by mortgage of land (valued at 50 % of Bank Loan for Small/ Marginal farmers and 75% of Bank Loan for other farmers)

For housing, required approval from competent authority for plan, etc., will have to be obtained. Other requirements of Bank's Housing Loan Scheme are to be filled.

Max. age limit for rural housing at the time of application is 60 years (up to 65 years , if legal heirs stand as guarantor.

EXTENT OF LOAN:

Maximum: Rs 50 lakh. Minimum 75% of the limit for Productive Purposes. 25% of the loan amount or Rs. 5 lakh whichever is lower be given for non-productive purpose which may comprise of Rs 3 lakh for Rural Housing and maximum of Rs 2 Lakh for consumption.

Lower of:-

- 5 times average annual (2 Years) total income of the borrower.
- 50% of **value** of mortgaged land.

REPAYMENT OF LOAN:

Production Credit:

Cash Credit Limit: Aggregate credit (last 12/ 18 months) should be equal to outstanding.

Working Capital for allied activities: 12 months

Housing: 9 years (with gestation of 12 months)

Main Agricultural activity: upto maximum of 9 years.

Allied Agri. Activity: upto maximum of 7 years.