

**SCHEME FOR FINANCING TO FARMERS/PRODUCERS UNDER CONTRACT FARMING  
ARRANGEMENT**

- **PURPOSE:** To meet credit requirements of the individual farmer/producer identified for production of specified crops/ commodities by way of Working Capital and /or Term Loan as per the requirement.
- **TARGET GROUP:** Individual farmer/producer willing to produce specified crops/commodities as mentioned in the forward agreement between the Buyer & the Farmer.
- **NATURE OF FACILITY:** Term Loan and /or Working Capital.
- **EXTENT OF LOAN:** Need based, subject to fulfilment of eligibility criteria of the borrower as per extant Bank guidelines.
- **SECURITY:**
  - a. **Primary:** Hypothecation of crop/ assets created out of bank loan.
  - b. **Collateral:**

For loans up to Rs. 3.00 lakh	NIL
For loans above Rs. 3.00 lakh	As per prevalent guidelines