

## **SCHEME FOR FINANCING FARM HOUSE CONSTRUCTION**

### **PURPOSE:**

- Construction of farm structures on agriculture land to facilitate the agriculturist/farmer to meet the requirement of utility unit for covering the requirement like livestock shed, drying yard, grading/ sorting yard, processing shed, storage unit for farm produce, farm machinery and implements/ equipments etc. as well as dwelling structure.
- For repair of existing farmhouse structure.

### **ELIGIBILITY:**

- Fresh as well as existing borrowers who are owner cultivators are eligible. Existing borrower shall have satisfactory track record of 3 years with the bank. In case of fresh borrower, KCC should also be sanctioned along with Farmhouse loan and entire land be mortgaged in favor of Bank.
- The proposed plot/ land portion should have independent approach/ access.
- In case of existing borrower no overdue in any loan should exist.
- The applicant should have adequate utility for the proposed construction.
- Applicant should have sufficient disposable income from agricultural activities and other sources. Net income can be arrived at by sanctioning authority based on their land holding, cropping pattern, yield etc.
- Existing/ future/ allied agriculture activity should not be hindered by the constructed structure.

**NATURE OF FACILITY:** Term Loan

### **EXTENT OF LOAN:**

**For construction of farmhouse:** Need based loan subject to maximum ceiling of Rs. 15.00 Lacs.

**For repair of existing farmhouse structure:** Need based loan subject to maximum ceiling of Rs. 5.00 Lacs.

**REPAYMENT:**

**For construction of farmhouse:** Maximum 20 years or 70 years of age of the borrower, whichever is lower.

**For repair of existing farmhouse structure:** Maximum for a period of 5 years or 70 years of age of borrower, whichever is lower.