

PRODUCE MARKETING LOAN SCHEME

PURPOSE

To protect farmers from distress sale at the time of harvest

ELIGIBILITY

All KCC holders who have availed Crop Loans from the Bank for raising their concerned crop in that season, account should be regular.

QUANTUM OF LOAN

Twice the amount of crop loan taken by the farmers or 50% of produce valued at market price / MSP whichever is lesser. the minimum loan including KCC should be more than Rs.50,000/- & maximum Rs. 5.00 lacs

CROPS COVERED: Wheat, Paddy, Basmati Paddy, Cotton, Ground nut, Rapeseed Mustard , Bengal Gram, Arhar / Tur, Seed Cotton, Basmati Paddy

MARGIN

50% of stock value at market prices

SECURITY :

Hypothecation of produce stored with cultivator or by pledge of warehouse receipt issued by Warehouse Board.

COLLATERAL:

Mortgage of Agri. land as applicable in KCC

REPAYMENT:

Six months.

INSURANCE :

Stock / Produce Against Fire / Flood
(Circular No.PS/AGR/39 dated 28.12.2004)