

Annexure II

OVERDRAFT FACILITY TO AGRICULTURISTS AGAINST GOLD JEWELLERY  
(GL-OD)

Purpose	<p>i. Overdraft facility against the security of Gold Jewellery are sanctioned to Agriculturists to meet the expenses for Crop cultivation, which include cost of seeds, fertilizers, pesticides, harvesting, charges towards irrigation, labor and any other production costs which directly contribute to improve the productivity of farm.</p> <p>ii. Working Capital requirement for allied activities to agriculture.</p>
Eligibility	All farmers engaged in agriculture or allied activities. The applicant should satisfy the KYC guidelines.
Quantum of finance	<ul style="list-style-type: none"> <li>The Minimum loan amount is Rs.1.60 Lakh (Rupees One Lakh Sixty thousand)</li> <li>The Overall maximum limit per customer is restricted to Rs. 35.00 Lakh. However, for crop cultivation, the quantum is restricted to Rs.10.00 Lakh per customer.</li> </ul>
Lending Value	Rate of advance shall be maximum 90% of the appraised value of gold. In case of Loans for crop cultivation purposes, quantum of finance shall be restricted to Scale of Finance or 90% of the appraised value of gold, whichever is less.
Security	Primary - Assets created out of finance. Collateral - Pledge of Gold Jewellery
Repayment	The limit is tenable for a period of 3 years subject to annual review.

