

SCHEMES AND PROGRAMMES OF NMDFC

i. Term Loan Scheme

This scheme is for individual beneficiaries and is implemented through the SCAs. Under the Term Loan Scheme, projects costing up to Rs.30.00 Lakh are considered for financing. NMDFC provides loan to the extent of 90% of the project cost subject to a maximum of Rs.27.00 lakh. The remaining cost of project is met by the SCA and the beneficiary. However, the beneficiary has to contribute minimum 5% of the project cost. The simple rate of interest of 6% p.a. under Credit Line-1 & upto 8% p.a. under Credit Line-2 is charged on reducing balance method. Rebate of 2% is given to female beneficiaries under Credit Line-2.

Assistance under Term Loan Scheme is available for any commercially viable and technically feasible venture, which for the purpose of convenience, are classified into the following sectors:-

- a) Agriculture & allied
- b) Technical trades
- c) Small business
- d) Artisan and traditional occupations, and
- e) Transport and services sector



S. No.	Parameters	Under Credit Line-1	Under Credit Line-2
1.	Loan Amount	Up to Rs.20.00 Lakh	Up to Rs.30.00 Lakh
2.	Rate of interest for beneficiaries	6% p.a.	8% p.a. for male beneficiaries 6% p.a. for women beneficiaries
3.	Moratorium period	6 month	6 months
4.	Repayment period for beneficiaries	5 years	5 years
5.	Pattern of Financing NMDFC : SCA : Benef. contribution	90:5:5	90:5:5