

Micro Financing Scheme

Under the Micro Financing Scheme, micro-credit is extended to the members of the Self Help Groups (SHGs), specially the minority women scattered in remote villages and urban slums who are not able to take advantage of the formal banking credit as well as the NMDFC programmes. We are implementing this scheme on the pattern of Grameen Bank of Bangladesh and Rashtriya Mahila Kosh (RMK). The scheme requires that the beneficiaries are organized into Self Help Groups (SHGs) and get into habit of Thrift & credit, however small. The scheme envisages micro-credit to the poorest among the poor through NGOs of proven bonafide and their network of Self Help Groups (SHGs). It is an informal loan scheme which ensures quick delivery of loan at the door steps of the beneficiaries. Under this scheme, small loans up to a maximum of Rs. 1,50,000 per member of SHG are provided through the NGOs / SHGs. The scheme is implemented through the SCAs as well as the NGOs. The repayment period under the scheme is maximum of 36 months.

Loan Amount:

Up to Rs. 1,00,000/- per member of SHG Up to 20 Lakh (maximum 20 member) for Credit Line-I &

Up to Rs. 1.50 Lakh per member of SHG Up to 30 Lakh (maximum 20 member) for Credit Line-II

Rate of Interest:

7% per annum for Credit Line -I &

For Male Beneficiary 10% & For Female Beneficiary 8% per annum for Credit Line -II.

Moratorium Period:

3 months.

Repayment Period:

3 years.

Means of Finance:

NMDFC: RMFDCC: Beneficiary Contribution:: 90:5:5

Relevant Enclosures With Micro Finance : For loans up to Rs.100000/- :

1. Post Dated Cheques (12 cheques) or instalment wise
2. Self guarantee deed (Rs. 500 non judicial Stamp)
3. Memorandum of agreement
4. Domicile Certificate
5. Minority Certificate
6. Income Certificate- Family income of the beneficiary should be below Rs.81000/- per annum in rural areas & Rs.103000/- per annum in urban area for credit line 1 & 6.00 lacs for credit line 2.
7. Security - Self Guarantee and Post Dated Cheques.

For loans exceeding Rs.100000/- and up to Rs. 30,00,000/- :

1. Post Dated Cheques (12 cheques) or instalment wise

2. Self guarantee deed (Rs. 500 non judicial Stamp)
3. Memorandum of agreement
4. Domicile Certificate
5. Minority Certificate
6. Income Certificate- Family income of the beneficiary should be below Rs.81000/- per annum in rural areas & Rs.103000/- per annum in urban area for credit line 1 & 6.00 lacs for credit line 2.
7. Security -Post Dated Cheques.
 - ★ Guarantee of one employee of PSU/GOVT./BANK or one income tax payee. Or
 - ★ Mortgage of landed property of not less than the same value.