

Farm Mechanization	
Type of Facility	Term Loan (TL)
Purpose	<ul style="list-style-type: none"> • Purchase of Tractors/Power tillers • Purchase of Combine Harvesters • Purchase of Threshers & other farm implements • Purchase of vehicle for transportation of farm input / produce
Eligibility	All farmers- Individual / Joint landholders
Land Holding Criteria	<ul style="list-style-type: none"> • Tractor up to 35 HP: Minimum 4 acres of perennial irrigated land. • Tractor above 35 HP: Minimum 6 acres of perennially irrigated land <p>(Corresponding acreage of dry land or seasonally irrigated land)</p> <ul style="list-style-type: none"> • Power tiller: Minimum 3 Acres of perennially irrigated land
Amount	As per cost of machinery along with implements and accessories
Margin	<p>For tractor / Power tiller unit –</p> <ol style="list-style-type: none"> 1. Loan Up to Rs 1.00 lakh : No Margin 2. Loan Over Rs 1.00 lakh : 15 % -25% of investment cost of unit
Rate of Interest	ROI shall be as applicable to Agricultural advances
Security	<ol style="list-style-type: none"> 1. Up to Rs 1,00,000: Hypothecation of tractor unit 2. Above Rs 1, 00,000: <ol style="list-style-type: none"> 1. Hypothecation of tractor unit and 2. Third party guarantee (Two)/Mortgage of land <p>Noting of Bank's hypothecation charge in the RC book Two blank TTO forms signed by the borrower/s.</p>
Repayment	5 to 9 years, depending upon the purpose of loan
Other Terms & Conditions	<ul style="list-style-type: none"> • Bank will finance only for those models of tractors which have completed the commercial test from organizations viz Central Farm Machinery Training & Testing Institute (CFMTT) Budni (Madhya Pradesh) or Farm Machinery Training and testing Institute (FMTT), Hissar • Registration of the tractor - The tractor should be registered with concerned Regional Transport Authority with bank clause. • Insurance – Comprehensive insurance should be obtained in respect of assets acquired.

	<ul style="list-style-type: none"> • Bank's hypothecation should be prominently displayed on the machinery • Where ever there is tie up arrangement the terms and condition as per MOU be followed.
<p>Paper requirement</p>	<ol style="list-style-type: none"> 1. Loan application ie Form No -138, & Enclosure – B2 <ul style="list-style-type: none"> • All 7/12, 8 A, 6 D extracts, Chatu Sima of the applicant • No dues certificates of the applicant from surrounding financial institutions including PACS • Legal search from advocate on Bank's panel for loans above Rs.1.00 lakh where land is to be mortgaged • Price quotations/ Plan estimates / Permissions etc. depending up on the purpose of loan 2. Guarantee form F-138 <ul style="list-style-type: none"> • All 7/12, 8 A & PACS dues certificate of the guarantors