

**Inventory of Credit Schemes:
Agricultural/ Rural Sector
Sri Lanka**

Compiled by
Financial Division of the
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The Inventory of Credit Schemes was compiled by the Financial Division of the USAID funded Agro-Enterprise Project (AgEnt). The objective of this publication is to build a data base of all the credit schemes available to the agricultural/ rural sector of Sri Lanka from Financial Institutions and other development agencies as at May 1995. The publication was compiled based on information obtained from Banks and other relevant institutions. Special schemes operated by some of the commercial banks have not been included in this inventory. This inventory is not to be a "once and for-all" exercise but an ongoing process in the dynamic financial scene.

Hence, any suggestions/ recommendations to update this inventory would be greatly appreciated.

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**INVENTORY OF CREDIT SCHEMES
RURAL/ AGRICULTURAL SECTOR**

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs¹
1.	<p>Southern Province Rural Development Project.</p> <p>Maximum Loan: Rs.5 million</p> <p>Minimum Loan: Rs.0.5 million</p>	<p>Any income generating project undertaken by residents of the Southern Province</p>	<p>For self employment projects</p> <p>a) Should be trained for at least 3 months at a community development program sponsored by the project</p> <p>b) Should have followed a course in social integration</p> <p>c) Should be able to contribute</p> <ul style="list-style-type: none"> - 10% if loan is less than Rs. 0.5 m - 30% if loan is more than Rs.0.5 m 	<p>Loan of less than Rs. 0.2 m</p> <p>Promissory note.</p> <p>An agro identity card</p> <p>2 loan guarantors</p> <p>Loan of more than Rs.0.2 m</p> <ul style="list-style-type: none"> - Promissory note - Other security required by the PCI 	<p>Less than Rs.0.5 ma. 16%.</p> <p>5 years repayment period with one year grace period.</p> <p>Upto Rs.5 m 16%</p> <p>Repayment period - 10 years with 2 years grace period.</p>	<p>1) DFCC</p> <p>2) RRDB</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
2	North Western Province Water Resource Development Project	Credit to farmers for the construction of agro wells and lift irrigation schemes - Credit to rural women for self employment projects				1) RRDB 2) HNB
3	SMI loan scheme maximum loan amount - Rs. 8 ml to meet 75% of project cost	Any income generating projects	- Manufacturing industries - Mining - Construction Contracting - Agro based industry - Food processing and - Fisheries - Horticulture - Animal husbandry - Commercial transport - Service Industries	Mortgage over project assets	Rate of interest competitive. Maximum loan repayment - 10 years. Grace period - 24 months	1) HNB 2) DFCC 3) Sampath Bank 4) Seylan Bank 5) RRDB
4	Technology Transfer Fund (TTF)	Non repayable financial grants to small and medium industries to upgrade technology	Any industrial unit where the value of the fixed assets does not exceed Rs.16 million	Nil	50% of the total cost of implementing the proposal upto US\$5,000/-. For acquisition of know-how 50% upto US\$10,000/-. 50% to be borne by applicant.	1) Bank of Ceylon 2) Peoples Bank 3) Commercial Bank of Ceylon 4) HNB 5) DFCC 6) Sampath Bank 7) Seylan Bank Ltd 8) RRDB 9) NDB

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
5	Credit Scheme for the Development of Fisheries Community. Maximum loan amount Rs.4,000,000/-	Any viable project other than related to fishing.	<p>1) Should be a member of the Fisheries community in the Puttalam, Gampaha, Colombo, Kalutara, Galle, Matara, Hambantota districts.</p> <p>2) Should have followed a 3 month training programme on Community development conducted by the Project.</p> <p>3) Should be willing to work as a team with other loan recipients.</p> <p>4) Should participate in any savings program implemented by the respective lending Bank/ Credit Institutions.</p> <p>5) Should be able to contribute 10% of the project cost if loan amount is less than Rs.500,000/- and 25% if more than Rs.500,000/-</p>	Any security acceptability to the Lending Institutions	<p>Rate of interest 16% p.a.</p> <p>Loan less than Rs.500,000/-.</p> <p>Repayment period 05 years inclusive of 12 months grace period.</p> <p>Loan more than Rs.500,000/-.</p> <p>Repayment period 10 years inclusive of 24 months grace period.</p>	<p>1) Commercial Bank of Ceylon</p> <p>2) HNB</p> <p>3) Sampath Bank</p> <p>4) Seylan bank</p> <p>5) RRDB</p> <p>6) NDB</p> <p>7) Any approved Fisheries Society.</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
6	Electrification loan scheme. Maximum Loan Amount - Rs.7,500/-.	Home or Small Industry electrification systems	<ul style="list-style-type: none"> - Applicant should be joint owner or owner. - Proof of regular income. - Estimate approved by the Regional Electrical Engineer 	Nil	22% Maximum repayment period - 5 years	Peoples' Bank

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
7	<p>Comprehensive Credit Scheme for Small Enterprise Development (SED)</p> <p>CATEGORY 1</p> <p>Direct lending to individuals/ groups with or without the recommendation of External Collaborating Institutions (ECI's)</p> <p>MAXIMUM LOAN AMOUNT</p> <p>Rs.50,000/-</p> <p>Note: 1</p> <p>External Collaborating Institutions (ECI's) wish to collaborate should register with the Bank of Ceylon</p>	<p>Any legally acceptable small scale income generating enterprise to purchase fixed assets as well as for working capital, Purchase of land will not be financed under this scheme.</p> <p>NOTE II</p> <p>ECI's will be paid a commission at the rate of 3% of the original loan amounts granted to borrowers introduced by them if the loans are recovered within 3 months of the due date of last instalment. (for details please contact nearest bank Br)</p>	<p>a) Should be over 18 yrs of age.</p> <p>b) Should maintain an account for at least 2 months. The balance in the account should be at least 1% of the loan amount requested.</p> <p>c) Should possess the National Identity card.</p> <p>d) Should not be a defaulter of previous borrowings from the bank or any other credit institution.</p> <p>e) Should have skill/ experience/ Training.</p> <p>f) Should be able to repay the bank loan from the project income and/ or from supplementary income.</p> <p>g) Should be able to provide a minimum equity of 20% of the total project cost.</p>	<p>Loans upto Rs.15,000/-</p> <p>Inter-se guarantee of 2 borrowers under the scheme or guarantee of 2 other persons acceptable to the Bank.</p> <p>or</p> <p>Any other security acceptable to the bank.</p> <p>Loans above Rs.15,000/-</p> <p>Mortgage of project goods and assignment of insurance policy.</p> <p>And/ or</p> <p>Any other security acceptable to the bank.</p> <p>a) Fixed/ Savings deposits in a sum equivalent to an</p>	<p>21% p.a. Repayment on a monthly/ quarterly/ half yearly or seasonal basis. Maximum period 5 years. Maximum grace period 1 year.</p>	<p>Bank of Ceylon</p>

SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
<p>SCHEME</p> <p>CATEGORY II</p> <p>Indirect lending to External Re-lending Institutions (ERI's)</p> <p>MAXIMUM LOAN AMOUNT</p> <p>Rs.500,000/-</p>	<p>For re-lending to member individuals/ groups undertaking legally acceptable small scale income generating enterprises</p>	<p>a) ERI should legally constituted</p> <p>b) Should have been engaged in community development for at least 2 years.</p> <p>c) Should possess legal capacity to borrow and to lend.</p> <p>d) Should be able to provide a deposit in a sum ranging from 15% to 25% of the loan to be approved.</p> <p>e) Should satisfy the bank in regard to organizational capacity and infrastructural facilities to carry out relending operation.</p> <p>f) Should maintain an account with the bank for a minimum period of 6 months.</p> <p>g) Should have the financial capacity to absorb any</p>	<p>agreed percentage ranging from 15% to 25% of the volume of loans to be approved to the ERI.</p> <p>b) Grants/ funds offered to ERI by foreign or local collaborators/ Donors.</p> <p>c) Blanket guarantee (local or foreign) offered by a Sponsoring Agency.</p> <p>d) Any other security acceptable to the Bank.</p>	<p>Maximum repayment period 5 years inclusive of a grace period of maximum 1 year.</p> <p>Conditions of relending</p> <p>ERI will be permitted to apply their own criteria when relending to their members subjected to following:</p> <p>a) Maximum interest margin for relending should not exceed 4% p.a.</p> <p>b) Should forward a list of their member borrowers indicating the amounts and purposes of their loans.</p> <p>c) the maximum loan per sub-borrower should not exceed Rs.5000/-. 21% p.a.</p>	

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
			<p>loan defaults arising from re-lending activities.</p> <p>h) Should not figure as a defaulter to any lending institutions.</p> <p>i) Should be able to supervise follow up and recover loans granted to members.</p>			
8	<p>Credit Scheme to assist the Janasaviya Programme through a package of credit facilities.</p> <p>Maximum Loan Limit</p> <p>Individuals Rs.16,000/-</p> <p>Groups Rs.80,000/-</p> <p>Minimum Limit</p> <p>Rs.5,000/-</p> <p>24.11.89</p>	Any lawful income generating activity	<p>a) Holder of "Janasavipath".</p> <p>b) Recommendation by the relative "Sahaya Kandayama" regarding skill and ability.</p> <p>c) Minimum 10% equity.</p>	<p>Guarantee of an adult member of the family.</p> <p>or any other security acceptable to the bank.</p>	Flat rate of 10.8% p.a. Ordinarily 2 years, inclusive of a suitable grace period. However, it may be extended upto 5 years depending on the income generating pattern.	<p>1. Bank of Ceylon</p> <p>2. Peoples' Bank</p> <p>3. Commercial Bank of Ceylon</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
9	Credit Scheme to assist the Janasaviya Programme through Janasaviya Trust Fund (JTF) Maximum loan Amount: - Rs.10,000/-	Any income generating project acceptable to the Bank.	<ul style="list-style-type: none"> a) Should be an account holder of the Bank. b) Should be over 18 years. c) Present monthly income should be less than Rs.1,500/- d) Should have obtained a certificate from JTF to the effect of having undergone social mobilisation. 	No security (Borrowers integrity, grouping, social mobilization and the sustainability of the projects taken into consideration).	<p>21% p.a.</p> <p>3 years inclusive of a maximum 6 months grace period.</p>	<ul style="list-style-type: none"> 1) Bank of Ceylon 2) Peoples' Bank 3) Commercial Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
10	<p>Self employment credit scheme for the purchase of 3 wheel auto rickshaws.</p> <p>(All island)</p> <p>Maximum Loan Amt</p> <p>cat. I - Rs.50,000/- II - Rs.70,000/</p> <p>24.5.90</p>	Purchase of 3 Wheel Auto-rickshaws	<ol style="list-style-type: none"> 1. Customer of the Bank 2. Hold a valid driving license 3. Vehicle should be owner driven. 4. Should meet minimum equity requirements. 	<p>Cate I</p> <p>Mortgage of auto rickshaw. Assignment of relative comprehensive Insurance Policy.</p> <p>Cate II</p> <p>Mortgage of auto rickshaw. Assignment of comprehensive Insurance Policy and Guarantee of 2 persons.</p> <p>or</p> <p>Any other security acceptable to the Bank.</p>	<p>Prevailing rate for Agriculture Presently 21% p.a.</p> <p>36 months on a weekly/ fortnightly/ monthly basis.</p> <p>No Grace Period.</p>	Bank of Ceylon.

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
11	<p>Coconut Fertilizer Credit Scheme.</p> <p>Quantum of Loans</p> <p>The quantum of loan will be the actual cost of the fertilizer requirement for the land for which the loans is sought.</p> <p>(Island-wide)</p> <p>23.9.93</p>	<p>Purchase of Fertilizer.</p> <p>Eligible Lands:</p> <p>a) Minimum - 5 acres Maximum - 50 acres</p> <p>b) 5 acres could be considered if the applicant possess other sources of income.</p> <p>c) Minimum 55 bearing coconut trees in an acre. Production per tree average 25 nuts per annum.</p>	<p>a) Should be over 18 years of age.</p> <p>b) Should have maintained an account at least 6 months prior to release of the loan.</p> <p>c) Should possess National Identity Card/ any other identity card acceptable to the bank.</p> <p>d) Should no be a defaulter.</p> <p>e) Should be either the owner or the lessee of the land for which the loan is applied for.</p>	<p>Loans upto Rs.15,000/-</p> <p>a) Inter-se guarantee of 2 other borrowers under the scheme</p> <p>or</p> <p>b) Guarantee of two other persons acceptable to the bank.</p> <p>or</p> <p>c) Guarantee of two other persons one each from above two categories</p> <p>or</p> <p>d) Any other security acceptable to the bank.</p> <p>Loans above Rs.15,000/-</p> <p>Any suitable security acceptable to the Bank.</p>	<p>21% p.a.</p> <p>the interest payable during the 1st year of each loan will be borne by the Ministry of Coconut Industry.</p> <p>Maximum 5 years inclusive of a maximum grace period of 2 years.</p>	Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
12	<p>Credit Scheme under SL/ADB Mid Country Perennial Crops Development Project. In the district of Kandy, Matale, Kegalle, Badulla, Moneragala, Gampaha, Kurunegala and Puttalam.</p> <p>Maximum Loan Size</p> <p>Ordinarily Rs.5 m</p> <p>Minimum loan size Rs.0.3 m</p>	<p>1. On-Farm Crop Development</p> <p>For cultivation of following crops on a Mono-crops on a Mono-Crop basis or intercrop on the existing cultivation of Tea, Rubber and Coconut.</p> <p>a) Minor Export Crops</p> <p>Pepper, Cocoa, Coffee, Nutmeg, Cinnamon, Cloves, Cardamon and any other minor export perennial Crops.</p> <p>b) Horticultural Crops</p> <p>Passion fruit, Banana, Mango, Lime, orange, Jak Cashew, Pineapple and any other Horticultural Perennial crop.</p> <p>c) Subsidiary food crops</p>	<p>1. Should be a bona-fide farmer recommended by the Mid Country Perennial Crops Development Project Management Unit Kandy in regard to the Farm Plan/ Budget & Subsidy payments. (where applicable)</p> <p>2. Should be a customer of the Bank Branch located closest to the project.</p> <p>3. Should contribute at least 20% of the project cost as equity.</p> <p>4. Should not be a defaulter of previous loans.</p> <p>5. Should be technically feasible and financially viable sub project.</p>	<p>Loans under Rs.200,000/-</p> <p>Inter-se guarantee of 2 other borrowers or any other security acceptable to the Bank.</p> <p>Loans above; Rs.200,000/-</p> <p>Normal securities acceptable to the Bank such as Mortgage over Movable/Immovable Property.</p> <p>Notes</p> <p>1. Loans under Rs.200,000/- will be secured by executing a security document as provided under Agrarian Services Act No: 58 of 1979.</p> <p>2. Loans upto Rs.200,000/- for Field Development could be considered</p>	<p>On Farm crop Development</p> <p>16% p.a. Maximum 10 years. including a maximum grace period of 5 years.</p> <p>Nursery Development</p> <p>Maximum period of 3 years including a maximum grace period of 2 years.</p> <p>On Farm Post Harvest Processing Equipment.</p> <p>Maximum period of 3 years including a maximum grace period of 3 months.</p>	<p>1) Bank of Ceylon</p> <p>2) Peoples' Bank</p> <p>3) Commercial Bank of Ceylon.</p> <p>4) DFCC</p> <p>5) RRDB</p> <p>6) HNB</p> <p>7) Seylan Bank</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
		<p>Crops under NCRCS.</p> <p>d) Tuberous Crops</p> <p>Ginger, Tumeric, Cassava and any other Tuberous crops.</p> <p>2. Private Nursery Development</p> <p>For establishment of private nurseries for supply of planting materials for cultivation of above crops.</p> <p>3. On Farm post Harvest handling and Processing Equipment.</p> <p>To provide credit to purchase driers, processing units etc.</p>		<p>considered for those who do not possess clear title to the land.</p>		

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
13	<p>Credit Scheme to assist settlers under Pelwatte Sugar Project for the cultivation of Sugar Cane.</p> <p>This scheme covers allotments set apart for Sugar Cane cultivation within the settlement zone of the Pelwatte Sugar project.</p> <p>Maximum Loan Amount</p> <p>Facilities are granted under two loan components.</p> <p>i) Medium Term Loan (MTL)</p> <p>Rs.24,923/- per hectare.</p> <p>ii) Short Term Loan (STL)</p> <p>Plant Crop Rs.4,900/- per plot.</p>	<p>To assist in the cultivation of Sugar Cane.</p>	<ol style="list-style-type: none"> 1. Should be an account holder of the Bank. 2. Should be a holder of Agro Identity Card. 3. Should be a registered lessee of the land in respect of which credit is applied for. 4. The applicant should not be a defaulter of any previous loans. 5. Each application for credit should be certified by the authorised Officer of the Pelwate Settlers Organisation/ Pelwatte Sugar Co., Ltd. 	<p>Inter-se Guarantee of two other borrowers/ settlers or any other security acceptable to the Bank.</p> <p>The borrowers must sell their entire Sugar Cane harvest to the Pelwatte Sugar Co., and the PSC in turn will be authorised to remit the sale proceeds of Sugar Cane direct to the Bank.</p>	<p>21% p.a.</p> <p>MTL</p> <p>Repayable from the first five harvests in equal instalments. (approx. 6 years)</p> <p>STL</p> <p>Repayable in full at the end of each harvest.</p> <p>(approx. 15 months)</p>	<p>Bank of Ceylon</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
14	<p>1st, 2nd and 3rd Ratoon - Rs.2077/- per hectare - - Rs.4200/- per plot</p> <p>Replant Crop - - Rs.12176/- per hectare - Rs.4900/- per plot</p> <p>10.04.85</p> <p>Credit Scheme to Assist Sugar Cane Outgrowers in the cultivation of Sugar Cane under the Pelwatte Sugar Project.</p> <p>Maximum Loan Amount</p> <p>Plant Crop</p> <p>Rs.19,400/- per ha.</p> <p>1st and 2nd Ratoon Crops.</p>	<p>To extend financial assistance to the Sugar Cane Growers recommended by the Pelwatte Sugar Company (PSC)</p>	<p>1. Should be an account holder of the Bank. A Savings Account would suffice.</p> <p>2. Should be the holder of valid Agro Identity card. However, pending the issue of Agro Identity cards, a certificate indicating the extent of land; type of ownership boundaries etc. may be accepted from the Agrarian Services Dept., as an interim measure.</p>	<p>The inter-se guarantee of two other borrowers or persons eligible to receive credit under the scheme.</p> <p>and/ or</p> <p>Any other security acceptable to the Bank.</p>	<p>21% p.a.</p> <p>Loan should be repaid in three consecutive harvests.</p> <p>(approx. 3½ years) in equal installments.</p>	<p>Bank of Ceylon</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
	<p>Rs.2,800/- per ha. Buttala Badalkumbura and Moneragala AGA Divisions.</p> <p>30.09.87</p>		<p>3. The applicant should be either the owner or lessee of the land in respect of which credit is applied for. in the case of leasehold land, the lease should be valid for a period of at least 5 years from the date of loan application.</p> <p>4. He should have registered such land with PSC . indicating -</p> <p>(a) that the land is suitable\ for Sugar Cane and</p> <p>(b) is accessible to Cane transport equipment.</p> <p>5. The minimum size of the Sugar Cane Plot should be 5 ha. Whilst the maximum extent should not exceed 25 ha.</p> <p>6. The applicant should not be a defaulter of any previous loan/s obtained from the Bank of</p>	<p>Borrowers must undertake to sell their entire Sugar Cane harvest to the PSC factory and the PSC in turn will be authorised to remit the sale proceeds of sugar cane direct to the Bank.</p>		

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
15	<p>Credit Scheme to Assist Allottees of Sri Lanka Sugar Corporation (SLSC) in the cultivation of Sugar Cane at Hingurana Kantalai.</p> <p>Scheme covers all allotments leased out by SLSC in the project area of Hinguraha and Kantalai</p>	To assist the allottees at Hingurana & Kantalai to cultivate Sugar Cane.	<p>Ceylon.</p> <p>7. The applicant should not figure as a Borrower from another bank for cultivation of Sugar Cane during the current season.</p> <p>8. Each application should be certified by the authorised Officer of the PSC.</p> <p>1) Should be an account holder of the Bank.</p> <p>2) Should be a holder of a valid Agro Identity Card.</p> <p>3) Should be a registered lessee of the land in respect of which credit is applied for.</p> <p>4) Should not be a defaulter of any previous loan/s obtained from a Bank or the MPCS/CRB of the area.</p>	<p>Inter-se Guarantee of two other borrowers/ allottees under the scheme</p> <p>and/ or</p> <p>any other security acceptable to the Bank.</p> <p>The borrowers should undertake to sell their entire harvest to the factory of the SLSC in the area</p>	<p>21% p.a.</p> <p>MTL</p> <p>Repayable in 4 harvests in equal installments</p> <p>(approx. 5 years)</p> <p>STL</p> <p>Repayable in full at the end of each harvest.</p> <p>(Approx. 15 months).</p>	Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
	<p>Max. Loan Amount</p> <p>facilities are granted under two loan components.</p> <p>(i) Medium Term Loan (MTL) per acre</p> <p>Rs..4,100/-</p> <p>(ii) Short Term Loans (STL) per acre</p> <p>Plant Crop Rs.6,250/- 1st ratoon Rs.6,195/- Other Ratoons Rs.5,220/- 2nd Ratoon Rs.5,630/- 3rd Ratoon Rs.5,410/- 28.8.84</p>		<p>5) Each application should be certified by the SLSC.</p> <p>6) It must be ensured that the applicant is provided with Irrigation facilities extension services and inputs.</p> <p>7) The minimum size of the holding for which credit is applied should not exceed 2 ½ acres. .</p> <p>8) The land holding should have a minimum unexpired lease period of 10 years.</p>	<p>who in turn will be authorised to remit the sale proceeds of Sugar Cane to the Bank.</p>		

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
16	<p>Credit Scheme to assist Fisheries Sector to generate Self Employment opportunities for Fishermen without Govt. Producer Subsidy Support.</p> <p>Medium Loan</p> <p>upto 50% - 75% of the cost of items to be financed.</p> <p>15/12/88</p> <p>All coastal districts.</p>	<p>To purchase the following as a package or otherwise.</p> <p>i) Traditional Hull</p> <p>ii) Bay Boats, Hull</p> <p>iii) Multi Day Boats Hull</p> <p>iv) Marine Engine Brand New Out Board Engine. Brand New in-board engine. Reconditioned in-board engine.</p> <p>v) Fishing Gear</p> <p>vi) Sails</p> <p>vii) Net hauler</p> <p>viii) Modern electronic communication and safety equipments presently used in Fishing Industry.</p>	<ol style="list-style-type: none"> Should be a permanent resident of the area. Should have adequate experience and/ or capacity to invest in this sector. Should have the capacity to provide 25% to 50 % of the total cost of the items to be purchased as borrower's equity. Should satisfy the bank with regard to the capacity to repay the loan out of the income generated from fishing operations. In the case of Co-operative Societies the proceeds of all shares. <p>(share capital) purchased by the Members should be deposited in a Savings/ Fixed Deposit Account with the Bank of Ceylon in the Name of the Society.</p>	<p>Co-operative Societies, other Societies and Groups of Borrowers.</p> <ol style="list-style-type: none"> Mortgage over the project goods. Assignment of Comprehensive Insurance Policy Obtained over the Hull, Engine and Fishing Gear etc. Inter-se guarantee of 5 persons comprising the Skipper and the crew of the Fishing Craft finance by the Bank. Deposit of title Deeds together with a Title Report on immovable property (if any) owned by the members with an undertaking 	<p>22.5 % p.a</p> <p>repayment period maximum 6 years.</p>	Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
				<p>to mortgage.</p> <p>5. Deposit of Certificate of Registration of the Boat with the Bank.</p> <p>6. Deposit of the Savings A/c, Pass Book/Fixed Deposit on account of share capital</p> <p>7. Any other security acceptable to the Bank</p> <p>Individual Borrowers</p> <p>a) Personal Guarantee of Two Persons Acceptable to the Bank.</p> <p>b) The securities listed above under Items I,II, IV,V and VII.</p>		

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
17.	<p>Credit Scheme to Assist Grama Niladhari level Fisheries Co-operative Societies to enable their Members to engage in Self Employment activities.</p> <p>maximum Loan Amt.</p> <p>50% of the cost of two Multi Day Boats.</p> <p>Limited also to 10 times of the capital + savings/ grant.</p> <p>30.4.90. All coastal districts.</p>	<p>a) To purchase Day/ multiday Boats, Engine and Gear.</p> <p>b) Other Self Employment activities of Members.</p>	<p>1. Registration with the Ministry of Fisheries and Aquatic Resources.</p> <p>2. Ability to provide a minimum of 50% of the cost of items to be financed as equity.</p> <p>3. Minimum Capital of Rs.10,000/- and Savings. of Rs.10,000/-</p>	<p>a) Mortgage of Boats, Engine and Gear and assignment of Comprehensive Insurance Policy.</p> <p>b) NIL</p> <p>Individual Borrowers</p> <p>a) Personal Guarantee of two persons acceptable to the Bank.</p> <p>b) The securities listed above under items I, II, IV, V and VII.</p>	<p>Bank of Ceylon. As in/SMI scheme presently.</p> <p>a) 22.5% p.a. 4-6 years</p>	Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
18	<p>Credit Scheme to assist the fish wholesale traders to purchase insulated trucks for transportation of fish.</p> <p>maximum Loan</p> <p>60% to 75% of the cost of items to be purchased.</p>	<p>To purchase 2.5-3.5 ton capacity vehicles suitable for transport of fish as described below:</p> <p>Category</p> <p>(a) Brand new truck chassis for construction of insulated body work locally.</p> <p>(b) Brand new trucks with built-in insulated body work.</p> <p>(c) Re-conditioned trucks with built-in insulated body work.</p>	<ol style="list-style-type: none"> 1. Should have the capacity to invest in this sector. Preference will be given to individuals presently engaged in transportation of fish. 2. Should have the capacity to provide the required equity contribution 25% - 40%. 3. Should satisfy the Bank with regard to the capacity to repay the loan together with interest primarily from the income generated from the fish transport operation. 	<ol style="list-style-type: none"> 1. Guarantee of two persons acceptable to the Bank. 2. Mortgage of the insulated truck to be purchased. 3. Comprehensive insurance policy of the insulated truck assigned in favour of the Bank. 4. Any other security acceptable to the bank 	<p>Rate of interest applicable for loans granted under BOC S.M.I. Loan scheme.</p> <p>Presently 22.5% p.a.</p> <p>Category (a) & (b)</p> <p>5 years inclusive of a grace period of 3 months.</p> <p>Category (c)</p> <p>3 years inclusive of a grace period of 3 months.</p>	Bank of Ceylon

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
19	<p>Praja Naya Niyamaka (PNN) Scheme.</p> <p>(islandwide)</p> <p>Maximum loan amount</p> <hr/> <p>Category I Rs.200,000/-</p> <p>Category II Rs.50,000/-</p> <p>01.09.88</p>	<p>Credit facilities in the form of loans will be provided by the Bank for PNNs for re-lending to the people for any purpose that enhances the Socio-Economic Development of the Community.</p>	<p>Category I</p> <ol style="list-style-type: none"> 1. Should be a current account holder maintaining a very good track record with the Bank. 2. Should be a permanent resident within the respective AGA Division. 3. Should have the ability to ensure security of his cash holding. 4. Should be in a position to provide acceptable collateral to the Bank. 5. Should not be a defaulter of any previous borrowings from the Bank or any other institution. 6. Should agree to abide by other terms and conditions imposed by the bank from time to time. 7. Should be of proven integrity and possess an exemplary character. 	<p>Category I</p> <p>Primary mortgage of immovable and movable property or any other security acceptable to the Bank.</p> <p>Category ii</p> <p>Upto Rs.10,000/-</p> <p>Personal guarantee of two members of the recommending organisation or two other persons acceptable to the Bank.</p> <p>Above Rs.10,000/-</p> <p>Personal Guarantee as above and/ or Any other security acceptable.</p>	<p>21% p.a.</p> <p>Re-lending rate of interest by PNNs 30% p.a.</p>	<ol style="list-style-type: none"> 1) Bank of Ceylon 2) Peoples Bank 3) RRDB

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
20	<p>Kegalle District integrated Rural Development project, funded by International Fund for Agricultural Development. In Kegalle District only)-</p> <p>Maximum Loan Rs.150,000/- w.e.f. 10.11.93</p>	<p>a) Short Term Working capital loans to finance an initial stock of raw materials and consumables.</p> <p>b) Equipment Credit to ex-trainees of the Dept. of Small Industries. Dept of Textile Ind. and Technical College.</p>	<p>CATEGORY II</p> <p>1. Should be recommended for appointment as PNNs by a NGO in the area.</p> <p>2. Should be able to command respect in the area.</p> <p>3. Preference will be given to persons who have previous experience in informal lending in the locality.</p> <p>Should possess adequate skill/ training/ experience in the manufacturing process of the rural industry concerned.</p> <p>The project should be technically feasible and financially viable.</p> <p>Should be recommended by the Project Evaluating Committee set up in the district under the project.</p> <p>Should be in genuine need for investment and/</p>	<p>Loan upto Rs.10,000/-</p> <p>Inter-se guarantee of two other borrowers under the project and/or any other security acceptable.</p> <p>Loan above Rs.10,000/-</p> <p>Personnel Guarantee of two persons acceptable to the Bank and/ or any other security</p>	<p>10% per annum Repayment period 1-5 yrs inclusive of a maximum grace period of 12 months.</p>	<p>1) Bank of Ceylon 2) Peoples' Bank 3) RRDB</p>

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
		<p>c) Medium Term Investment Loans for Small Industries to cover purchase of equipment tools, worksheds and improvements in buildings etc.</p> <p>d) Betel Cultivation maximum loan Rs.18,000/-</p>	<p>or acquisition of the equivalent/ stock of raw materials etc.</p> <p>Should provide a minimum equity of 10% of project cost.</p> <p>Minimum Equivity 12% for Betel Cultivation.</p>			

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
21	<p>Credit Scheme to assist the Purchasing Centers at</p> <p>a) AGA divisional Level and</p> <p>b) Other peripheral small scale purchasers of producers.</p> <p>Maximum Quantum of Loan</p> <p>Rs.1,000,000/- in two components.</p> <p>Capital Expenditure - Rs.500,000/- (Loan).</p> <p>Working Capital - Rs.500,000/- (Loan Or overdraft)</p> <p>22.08.1990</p>	<p>Capital Expenditure</p> <p>Cost of repairs/ additions to buildings and cost of implements required to conduct purchasing operation.</p> <p>Working Capital</p> <p>Purchase of produce, packing materials etc.</p>	<p>a) Application should be recommended by the Ministry of Policy Planning & Implementation and/ or Agricultural Production and marketing.</p> <p>b) Holder of Current Account.</p> <p>c) Should not be a defaulter.</p> <p>d) Should possess experience in a similar undertaking.</p> <p>e) Be an owner/lease holder of suitable premises to serve as Purchasing Center in the relevant AGA Division.</p> <p>f) Be an owner of lorry/ 4 wheel tractor.</p> <p>g) Agree to purchase produce of Janasaviya Recipients and guide and advise local producers in regard to cultivation of crop/ products.</p> <p>h) Should contribute 20% of the sub-project cost as equity.</p>	<p>Any one or more of the following;</p> <p>a) Mortgage over movable/ immovable property.</p> <p>b) Assignment of Insurance Policy.</p> <p>c) Personal Guarantee</p>	<p>Interest</p> <p>Prevailing rate for agriculture - presently 21% p.a.</p> <p>Overdraft - 22% p.a.</p> <p>Repayment:</p> <p>Capital Expenditure:</p> <p>8 years, including a grace period of 3 years.</p> <p>Working Capital:</p> <p>8 years - loan</p> <p>On demand - Overdraft.</p> <p>The borrowers will be exempted from paying interest during the grace period.</p>	Bank of Ceylon.

	SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
22	<p>Agricultural Rehabilitation Project.</p> <p>Northern & Eastern Provinces & other Bordering Districts - Financial Support extended by the ADB.</p> <p>a) Including upto Rs.200,000/-</p> <p>b) Rs.200,000/- to Rs.600,000/-</p> <p>c) Above Rs.600,000/-</p>	<p>1) To finance the rehabilitation and replacement of assets in the Agriculture Livestock, Fisheries and Agri Business Sectors and related support services in project areas.</p> <p>2) Improvement of existing assets in Fisheries Sector.</p> <p>3) For initial working capital requirement in respect of these projects.</p>		<p>Below Rs.200,000/-</p> <p>Inter se-guarantee of two other borrowers under the scheme or any other security acceptable to the Bank.</p> <p>Above Rs.200,000/-</p> <p>Normal securities acceptable to the Bank. Immovable properties 70% of the valuation only be advanced.</p>	<p>*a) 9% p.a.</p> <p>*b) 12.5% p.a.</p> <p>*c) 12.5% p.a.</p>	<p>1. Bank of Ceylon</p> <p>2. Peoples Bank</p> <p>3. Hatton National Bank</p> <p>4. RRDB</p>

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- 1) Be a bone-fide farmer, fisherman, Agri-business entrepreneur or enterprise operating within the jurisdiction of a selected Bank branch in the project area or an entrepreneur or enterprise providing support services to the agriculture sector in the area.
 - 2) Be able to produce a registration card issued by the Government AgEnt or his nominee to establish that he/ she is an affected party or be able to satisfy the bank branch that he/ she is an affected party.

SCHEME	PURPOSE	ELIGIBILITY	SECURITY	RATE OF INTEREST AND REPAYMENT	PCIs ¹
<p>* 3) Not be a defaulter on any previous loan/s from bank. In case of defaults, a moratorium on loan repayments should be granted as provided in Para 2.11 OF THE Central Bank of Sri Lanka.</p> <p>4) Be able to provide required equity contribution.</p> <p>5) Be able to produce a viable enterprise development plan.</p> <p>6) Be able to satisfy the bank that the proposed project has a good repayment capacity which would provide at least 125% of the required amortisation.</p> <p>7) Be able to satisfy the Bank that the projects involved investment of more than Rs.600,000/- have a financial internal rate of return (FIRR) on equity of not less than 15% per annum.</p> <p>8) Be able to satisfy the bank that he/ she could repay the loan and the overdue loan/s if any after the period of moratorium from his/ her overall family income and from the increased income from the proposed investment.</p> <p>9) Be able to provide collateral as required.</p>					

**EXPORT AGRICULTURAL CROPS ASSISTANCE SCHEME 1992
RATES AND INSTALMENTS**

CROP			TOTAL ASSISTANCE RS/AC	1ST INSTALMENT RS'AC (LP)	2ND INSTALMENT 6 MONTHS AFTER PLANTING RS/AC	3RD INSTALMENT 18 MONTHS AFTER PLANTING RS/AC	4TH INSTALMENT 42 MONTHS AFTER PLANTING RS/AC
1.	Cocoa	RP	10,700	3,500 X	1,000	2,000	4,200
2.	Cardamom	RP	10,000	3,000 X	1,000	2,000	4,000
3.	Cinnamon	RP	11,250	3,700 X	1,000	2,000	4,550
4.	Pepper	NP	7,500	2,500 X	700	1,400	2,900
5.	Coffee	NP	6,250	2,000 X	550	1,200	2,500

LP = Land Preparation
 RP = Re-Planting
 NP = New-Planting
 X = Less value of planting material

For mono cropping extents of 3 Acs. and above, the cash subsidy payable is 150% of the amount indicated above.

For mixed cropping in extents between ½ and 3 acs. the subsidy payable is 125% of the amount of the base crop.

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S												
24	<p>New Comprehensive Rural Credit Scheme</p> <p>(Island-wide)</p> <p>Extent of Land (Acres)</p> <table> <tr> <td>Minimum</td> <td>maxi.</td> </tr> <tr> <td>Paddy ½</td> <td>10</td> </tr> <tr> <td>Potatoes</td> <td rowspan="3">} 02</td> </tr> <tr> <td>Red Onions) ½</td> </tr> <tr> <td>B. Onions Chilies</td> </tr> <tr> <td>Vegetables ⅛</td> <td>05</td> </tr> <tr> <td>Other Crops ¼</td> <td>05</td> </tr> </table> <p>Maximum Loan</p> <p>Potatoes per acre Rs.67,405/-(irrigated) 14/03/86</p>	Minimum	maxi.	Paddy ½	10	Potatoes	} 02	Red Onions) ½	B. Onions Chilies	Vegetables ⅛	05	Other Crops ¼	05	<p>To cultivate Paddy, Chilies, Red Onions, Green Gram, Cowpea, Black Gram, Ground Nuts, Maize Soya Beans, Potatoes, Bombay Onions, Toon Dhal, Sorghum, Beet, Carrot, Leeks, Cabbage, Bush-Beans, Seed Beans, Bushitavo, Capsicum, Brinjal, Tomato, Ladies Fingers, Snakegoud, Bitter-Gourd, Luffa, Butternuts (Dubai Pumpkin) and Gherkins.</p>	<ol style="list-style-type: none"> Should be a customer of the Bank. Holder of an Agro-Identity Card. Should not be a defaulter. Should be able to repay the Bank Loan. <p>Incase a farmer does not possess an Agro Identity Card, a Certificate of Land Owner-ship issued by the Divisional Officer of Agrarian Services Department, will be accepted.</p>	<ol style="list-style-type: none"> Inter-se guarantee of 2 other farmers. Any other security acceptable to the Bank. <p>The requirement of the above securities will be dispensed with in the following instances:</p> <p>(a) New Borrowers</p> <p>If the loan is Rs.5,000/- or less.</p> <p>(b) Old Borrowers with good track record</p> <p>If the loan is Rs.7,500/ or less</p>	<p>16% p.a. repayment within 240 days.</p>	<ol style="list-style-type: none"> Bank of Ceylon Peoples Bank Seylan Bank NDB DFCC HNB Commercial Bank of Ceylon
Minimum	maxi.																	
Paddy ½	10																	
Potatoes	} 02																	
Red Onions) ½																		
B. Onions Chilies																		
Vegetables ⅛	05																	
Other Crops ¼	05																	

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S
25	<p>European Community Investment Partners.</p> <p>Facility 1</p> <p>Grant of Max. of 100,000 ECU upto 50% of the cost.</p> <p>Facility 2</p> <p>Max of 250,000 Ecu upto 50% of the cost.</p>	<p>Identification of potential joint venture projects and partners.</p> <p>Operations prior to launching a Joint Venture.</p>	<p>Should be</p> <ul style="list-style-type: none"> - Chambers of Commerce - Professional Associations - Public Agency and - ECIP financial Institutions. <p>Local or European Companies, acting either individually or jointly wishing to undertake a joint venture investment project.</p>	<p>NA</p>	<p>NA</p> <p>Interest free. Advances to be converted later either into a grant, a loan or equity.</p>	<p>National Development Bank</p> <p>NDB</p>

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S
	<p>Facility 3</p> <p>Maximum of 1,000,000 ECU upto 20% of the capital of the joint venture as equity holding or equity loan.</p> <p>Facility 4</p> <p>Maximum of 250,000 ECU upto 50% of the cost.</p> <p>1 ECU = 1.36 US\$ (10.07.92)</p>	<p>Financing of Capital requirements.</p> <p>Human resource development: Training and management assistance.</p>	<ul style="list-style-type: none"> - Joint ventures in one of the eligible countries between partners from the EC and from one of the eligible countries. - Joint venture established by partners from EC and from eligible countries. - both partners must have a meaningful participation. - Local companies which operate under a Licensing. and technical assistance agreement with an EC company. 	-	Interest free	NDB

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S
26	<p>Assistance scheme for value addition in Spices, Essential Oils, Oleoresins, Cashew, Herbs and Papain for exports.</p> <p>Facility A</p> <p>Rs. 1 million loan to meet 50% of the working capital requirement.</p> <p>Facility B</p> <p>Loan of Rs.1.5 million to meet 50% for cost of machinery and equipment.</p>	Any export oriented viable agriculture projects.	<ol style="list-style-type: none"> 1) The nuclear plantations must be set up in the rural areas with out-growers. 2) Setting up of factory/ processing facility in the rural areas for high value added exports. 3) Expansion of existing processing units in the rural areas. 4) Demand for the product, past performance and expected increment of exports. 	Promissory note and loan agreement.	Rate of interest: 11% p.a. but variable Repayment not exceeding 3 - 4 years inclusive of suitable grace period.	Export development Board.

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S
			- Should preferably be member of the Sri Lanka Fruit and Vegetable Producers, Processors and Exporters Association.			
28	Gami Pubuduwa Loans upto Rs.25,000/- per project.	Any financially viable projects	Projects utilising resources available in the rural sector such as - Livestock - Agriculture and agro based industries - Wooden handicraft, toys etc. - Fishing - Ornamental Fish - Brick making	Promissory note - 2 guarantors - any other securities deemed necessary.	- Interest ranges from 14% - 19%. - Repayment and grace period varies according to the nature of the project.	Hatton National Bank

	Scheme	Purpose	Eligibility	Security	Rate of Interest & Repayment.	PCI'S
29	<p>Pollution control and Abatement Fund (PCAF)</p> <p>Technical Assistance:</p> <p>Reimbursement of 75% of cost upto Rs.600,000/- credit component: Term loan upto Rs.6.0 million</p>	Financially viable industrial enterprises	<ul style="list-style-type: none"> - Equipment to reduce waste - Equipment to improve safety of work place. - Investments related to relocation of polluting industries. 	Mortgage over project assets.	<ul style="list-style-type: none"> - Rate of interest equals to Official inflation rate published by Central Bank of Sri Lanka. - Maximum seven years inclusive of one year grace period. 	<ul style="list-style-type: none"> - NDB - DFCC - Commercial Bank of Ceylon Ltd. - Hatton National Bank. - Sampath Bank Ltd.

1. Participating Credit Institutions