

D) WORKING CAPITAL LOAN

(I) UNIT COST

- a) For projects/units costing upto Rs.3.00 lakhs, entire Working Capital may be taken as part of cost of project.
- b) For Project/Units with cost exceeding Rs.3.00 lakhs and upto Rs.30.00 lakhs, working capital margin alone would be considered as part of project cost.

(II) QUANTUM OF ASSISTANCE

NSFDC may consider to provide Working Capital loan on specific request subject to a maximum of 70% of total Working Capital loan requirement or Rs.7.00 lakhs/unit whichever is less.

(III) INTEREST RATE

Channelising Agencies shall charge interest @ 10% p.a. interest from the beneficiaries and pay @ 8% p.a to NSFDC.

(IV) REPAYMENT PERIOD

Channelising Agencies and promoters shall ensure to take over the Working Capital loan by banks/financial institutions or from other sources within 3 years from the date of first disbursement of Working Capital loan by NSFDC. All dues on this account should be paid back to NSFDC within the last quarter of the 3rd year.

- (V) Working Capital Loan would be considered only for Projects availing term loan from NSFDC.

E) GRANT FOR SKILLS & ENTERPRENEURIAL DEVELOPMENT PROGRAMMES

- (i) Financial assistance in the form of grant is provided through the channelising agencies for imparting skills and entrepreneurial development training to SCs and STs.
- (ii) Upto 85% of the recurring expenditure of the training programme is extended as grant.

Contd.....6/-