

## **GUIDELINES OF NUKHWNG HAMARI CREDIT CARD(NHCC) SCHEME: A credit linked self employment scheme for tribal unemployed youth**

### **INTRODUCTION:-**

Tripura Tribal Areas Autonomous District Council (TTAADC) has been established in January 1982 aiming for better development of Tribal people in Tripura and Tripura Gramin Bank is functioning as principal Banker of TTAADC since 1991. Having largest branch network in TTAADC area, TGB has a vital role in the development process. It has been felt necessary that merely by giving adhoc grant for different activities from Government side economic development will not take place up to the mark until and unless the people grow confidence to take credit and invest it in productive purpose and pay back the same. To cater to the need of the Scheduled Tribe community for their economic upliftment a new credit linked scheme is being launched for which the details are given below:-

### **Name of the Scheme:-**

The name of the scheme will be **“Nukhwng Hamari Credit Card”(NHCC)**. The scheme will be operative in TTAADC area only. Under the scheme working capital will be provided in Cash Credit nature, a portion of genuine consumption need will also be included in Cash credit limit and other requirement will be provided as Term loan. The NHCC will be valid for 5 years. However it may be continued or loan may be enhanced after five years also on review.

### **Eligibility:-**

Existing or new SHGs having Bank account with Tripura Gramin Bank, Tribal individuals forming Joint Liability Group(JLG) consisting of 5 persons whose age is in between 18 years to 55 years will be eligible for the scheme. However deserving individuals may also be financed under this scheme for selected purpose only.

### **Eligible Scheme:-**

(a) For SHGs and JLGs All Agri. and Agri Allied Activities like Fishery, Goatery, Piggery and Dairy, etc. Non-Agri. i.e. Business and Service Sector, Weaving, Tailoring, Food processing and other eligible scheme under Micro sector of MSME.

(b) For Individuals:- to purchase Auto Ricshaws, Transport Vehicle, to set up SSI unit and service sector unit under Micro activities of MSME.

### **Quantum of Loan:-**

(a) For SHGs:- Loan will be in three stages in the following manners:-

Stage I - In the form of Cash credit for capacity building, total limit will be Rs. 50,000/-  
(This loan will be sanctioned immediately after selection)

Stage II -- Term loan of Rs.1, 00,000/- for Key activity (one to three unit) only. (This loan will be sanctioned in the beginning of 2<sup>nd</sup> year after selection, provided the performance of 1<sup>st</sup> loan is satisfactory as per Banks norm)

Stage III --- Cash Credit limit will be enhanced **according** to need and additional Term Loan will be sanctioned considering the capacity to manage by the SHGs. (Maximum Rs. 5,00,000/- inclusive of Term Loan and Cash credit)

**Margin:** - No margin in the form of cash will be insisted.

b) For Individual and JLGs:- Both CC and Term loan or only Term Loan will be extended according to need and capacity to manage. Maximum Loan will be Rs.5, 00,000/- inclusive of Term Loan and Cash credit. 10% of the cost is to be born by the individuals as margin. Repayment will be within 5 years after allowing reasonable gestation period.

**Rate of Interest:** - Existing Rate of interest of the Bank considering the size of loan amount and purpose will be applicable, which is 10% to 12.5 % at present. Bank may impose 1% penalty on default amount if loan installment is not regular for consecutive two months.

Selection Procedure:- Joint Liability Group(JLG) and Self Help Groups(SHG) formed as per NABARD guidelines and having Bank account with Tripura Gramin Bank will be eligible for selection. The Sub-Zonal Development Officer and Local Branch Manager of Tripura Gramin Bank jointly may select the groups out of the available groups in their area. However SHGs already availed loan under SGSY will not be considered eligible. Once Groups are selected, all the members have to go for one- day orientation training programme before availing of loan. Training will be imparted by TGB/NGO with the help of line Department. The training cost will be born by TTAADC. After successful completion of training first phase loan will be released completing all formalities within 30 days. 2<sup>nd</sup> phase loan will be eligible after 12 months of 1<sup>st</sup> phase loan considering the performance of the group. 3<sup>rd</sup> phase loan will be released after 12 months of availment of 2<sup>nd</sup> phase loan provided 1<sup>st</sup> and 2<sup>nd</sup> phase loan have been utilized properly. In each stage there will be joint verification by the representatives of TTAADC and TGB financing branch.

**Repayment:** -

As the working capital will be provided in the form of Cash credit the CC limit will be reviewed once in every year. The term loan portion will have to be repaid in consecutive EMI of 60 months, however 3 to 6 months moratorium period will be allowed to start EMI.

**Security:** -

There will be no collateral security only primary security and group guarantee will be there. All the group members will be singly and jointly responsible for repayment of the loan.

**Subsidy:** -

There will be no subsidy from any corner against the project cost or loan amount, however to encourage regular repayment of loan by the SHG and individual ST borrowers, TTAADC will pay the entire accrued interest on Bank loan quarterly provided the borrower is repaying his /her loan installment regularly. In case of non-payment of installment, the borrowers will not be eligible for any interest subsidy from TTAADC. In case of finance for purchase of Vehicle of all types, interest

subsidy will be only 50% of the total accrued interest. For this purpose TTAADC authority will keep sufficient fund at TGB, Khumulwng Branch and authorize the Branch Manager for debiting the said account so that Khumulwng Branch can remit the accrued interest to concerned branches as soon as they receive advice from disbursing Bank Branches. All cases selected Jointly by TTAADC and TGB Branches will be forwarded to Tribal Welfare Department of TTAADC for sponsoring the cases. TGB will furnish the status of recovery of each sponsored cases every quarter to TTAADC.

**Insurance:-**

- (a) " **Gramin Surakshya Yojana** will cover all the borrowers under the scheme. It is an accidental death plus total disability coverage insurance policy. Under this policy sum insured will be Rs.1, 00,000/- per member of JLG/SHG or per individual borrower. Present Insurance premium is Rs. 13/- per member per year (Rs.5.00 is to be born by member and Rs. 8.00 will be subsidized by the TTAADC). The risks covered under the policy are as under

Scale of benefit	Compensansation in terms of % of sum insured
Death	100
Loss of sight on both eyes	125
Loss of both hands	125
Loss of both feet	125
Loss of one hand & one feet	125
Loss of one eye & one hand	125
Loss of one eye & one feet	125
Other total permanent disablement	100
Loss of one eye/one hand/one leg	50

It is a master policy under tie-up arrangement with TGB and National Insurance Company, so no individual policy will be issued by the Insurance Company.

- (b) All the borrowers under the scheme will also be covered under "TGB Swasthya Bima Parkalpa", salient features of the Bima Prakalpa is as under:-

- Total Sum insured is Rs. 30,000 per family per policy period i.e. one year benefits are as under:-
- Rs. 2,500/- Maternity benefit will be available for normal delivery.
- Rs. 5,000/- Maternity benefit will be available for caesarian delivery.
- Maximum expenses of Rs. 15,000/- will be available for any one illness other than Maternity benefit.
- In case of accidental death of head of the family Rs. 25,000/- will be available.
- The insurance is available to persons between the ages of 5 to 70 years.
- To lodge claim minimum 24 hours hospitalization is must.
- Policy may be renewed every year by depositing required premium.
- Rate of premium will have to be paid by the borrowers; however it may be included in the loan amount. The premium rate is as under:-

Coverage	Premium	Insured's share	GOI Subsidy for BPL
Individual	Rs. 300/-	Rs. 100/-	Rs. 200/-

Family up to 5 members	Rs. 450/-	Rs. 150/-	Rs. 300/-
Family up to 7 members	Rs. 600/-	Rs. 200/-	Rs. 400/-

To get Govt. of India subsidy as BPL, a Certificate of proof is to be issued by an Officer not below the rank of BDO/Tehsilder of Revenue Department.