



SCHEMES AND GUIDELINES

KERALA STATE MINORITIES DEVELOPMENT FINANCE CORPORATION LTD

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KERALA STATE MINORITIES DEVELOPMENT FINANCE CORPORATION LTD.

(A Government of Kerala Undertaking, under the Dept. of Minority Welfare)

The Kerala State Minorities Development Finance Corporation Ltd. (KSMDFC) was established on 14 February 2013 and registered under as a Non Profit company under the Companies Act 1956 on 22 March 2013. The main objective of the company is to promote welfare and economic development of religious minority and recommended communities, as notified by the Central and State Government from time to time, by providing financial assistance by way of loans, advances, guarantees, securities and other financial aids subject to the guidelines as laid down by Government of India. As per the national commission of Minorities Act, 1992 the notified minority communities in the State are Muslims, Christians, Sikhs, Buddhists and Parsis. Recently Jains are also included in the list by the Government of India.

The KSMDFC is providing concessional finance for self-employment, micro credit and for other activities. It also introduced welfare schemes to eligible beneficiaries belonging to minority communities. As per the recommendation of the National Commission for Minorities (NCM), the NMDFC (National Minorities Development and Finance Corporation, New Delhi) has identified the KSMDFC as its Exclusive State Channelising Agency in the State of Kerala to implement its schemes in the state.

SCHEMES WITH FINANCIAL ASSISTANCE FROM NATIONAL MINORITIES DEVELOPMENT & FINANCE CORPORATION, NEW DELHI (NMDFC)

Scheme 1: SELF EMPLOYMENT SCHEME FOR MINORITIES (NMDFC SCHEME)-

The scheme is for individual beneficiaries and under this scheme, Projects costing up to 20 lakh are considered for financing.

Means of Financing are as follows:

NMDFC contribution	90%
KSMDFC contribution	5%
Beneficiary contribution	5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilise the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the project cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 20 lakh.

For purchasing commercial vehicles 90% of the on the road price of the vehicle, shall be given as loan amount. The balance amount (the beneficiary contribution) shall be remitted by the beneficiary directly to the authorised dealer. Hypothecation of the vehicle in favour of KSMDFC is compulsory. The vehicle should be used for Self Employment income generating activities only.

Rate of Interest: 6% on reducing balance method.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years).

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parsis, Budhha & Jain).
2. The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area.
3. The applicant should not be a beneficiary under Self Employment Scheme of NBCFDC or NMDFC Scheme.
4. Age of the beneficiary shall be between 18-56 years as on the date of application.

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Scheme 2: EDUCATIONAL LOAN SCHEME FOR MINORITIES (NMDFC SCHEME)

The scheme is for individual beneficiaries. Under this scheme an amount up to 20 lakh are considered for financing for studying professional and job oriented degree courses of durations not exceeding 5 years. The maximum amount per year is limited to 3 lakhs per annum for courses in India and 4 lakhs per annum for courses abroad.

Means of Financing are as follows:

NMDFC contribution	90%
KSMDFC contribution	5%
Beneficiary contribution	5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 15 lakh for professional and job oriented degree courses in India and Rs. 20 Lakh for courses abroad.

The student shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution. The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only. The loan is available to students perusing approved full time regular courses only. The college/institute that offering the course should be a recognized institution by the Central/State Government or by an appropriate authority such as AICTE/MCI .

Rate of Interest: The interest rate will be 3%.

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The parent will be the co-borrower of the loan amount). For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years). The repayment will start after 6 months from the completion of the course or immediately after getting job on completion of the course whichever is earlier. Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule i.e. after 6 months of the end of the course, for the loan is availed.

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parsis, Budhha & Jain).
2. The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area.
3. The applicant should not be a beneficiary under Educational Scheme of NMDFC or NBCFDC or other financial institutions.

4. Age of the beneficiary shall be between 16-32 years as on the date of application.
5. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
6. The admission of the candidate in the course shall be through a merit-cum-selection process.
7. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund from NMDFC.

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Scheme 3: FOREIGN EDUCATIONAL LOAN SCHEME FOR MINORITIES (NMDFC SCHEME)

The scheme is for individual beneficiaries. Under this scheme an amount up to 20 lakhs are considered for financing for studying technical and professional courses of durations not exceeding 5 years in a foreign country. The maximum amount per year is limited to 4 lakhs.

Means of Financing are as follows:

NMDFC contribution	90%
KSMDFC contribution	5%
Beneficiary contribution	5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilise the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs.20 lakhs.

The student shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution. The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only. The loan is available to students perusing approved full time and regular courses only. The college/institute that offering the course should be a recognized institution by the Central/State Government/UGC or by an appropriate authority such as AICTE/MCI etc. The original broacher of the course, the website details etc. shall be submitted along with the application. All the details/certificates shall be submitted in English Language only.

Rate of Interest: The interest rate will be 3%.

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The parent will be the co-borrower of the loan amount). For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 84 months. The repayment will start after 6 months from the completion of the course or immediately after getting job on completion of the course whichever is earlier. Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule i.e. after 6 months of the end of the course, for the loan is availed.

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parsis, Budhha & Jain).
2. The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area.
3. The applicant should not be a beneficiary under Educational Loan Scheme of NMDFC or NBCFDC or other financial institutions.

4. Age of the beneficiary shall be between 16-32 years as on the date of application.
5. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
6. The admission of the candidate in the course shall be through a merit-cum-selection process.
7. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund from NMDFC.

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Scheme 4: SELF EMPLOYMENT SCHEME FOR MINORITIES - Credit Line -2 (NMDFC SCHEME)

The scheme is for individual beneficiaries and under this scheme, Projects costing up to 30 lakh are considered for financing.

Means of Financing are as follows:

NMDFC contribution	90%
KSMDFC contribution	5%
Beneficiary contribution	5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilise the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the project cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 30 lakh.

For purchasing commercial vehicles 90% of the on the road price of the vehicle, shall be given as loan amount. The balance amount (the beneficiary contribution) shall be remitted by the beneficiary directly to the authorised dealer. Hypothecation of the vehicle in favour of KSMDFC is compulsory. The vehicle should be used for Self Employment income generating activities only.

Rate of Interest: For Women 6%, For Men 8 %.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years).

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parcis, Budhha & Jain).
2. The annual family income of the applicant must be below 6 lakh.
3. The applicant should not be a beneficiary under Self Employment Scheme of NBCFDC or NMDFC Scheme.
4. Age of the beneficiary shall be between 18-56 years as on the date of application.

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Scheme 5: EDUCATIONAL LOAN SCHEME FOR MINIORITIES - Credit Line -2 (NMDFC SCHEME)

The scheme is for individual beneficiaries. Under this scheme an amount up to 30 lakh are considered for financing for studying professional and Job oriented degree courses of durations not exceeding 5 years. The maximum amount per year is limited to 4 lakhs per annum for courses in India and 6 lakhs per annum for courses abroad.

Means of Financing are as follows:

NMDFC contribution	90%
KSMDFC contribution	5%
Beneficiary contribution	5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilise the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 20 lakh for professional and job oriented degree courses in India and Rs. 30 Lakh for courses abroad.

The student shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution. The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only. The loan is available to students perusing approved full time regular courses only. The college/institute that offering the course should be a recognized institution by the Central/State Government or by an appropriate authority such as AICTE/MCI.

Rate of Interest: For Girls - 5 %, For Boys - 8 %

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The parent will be the co-borrower of the loan amount). For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years). The repayment will start after 6 months from the completion of the course or immediately after getting job on completion of the course whichever is earlier. Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule i.e. after 6 months of the end of the course, for the loan is availed.

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parcis, Budhha & Jain).
2. The annual family income of the applicant must be below 6 Lakh.
3. The applicant should not be a beneficiary under Educational Scheme of NMDFC or NBCFDC or other financial institutions.

4. Age of the beneficiary shall be between 16-32 years as on the date of application.
5. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
6. The admission of the candidate in the course shall be through a merit-cum-selection process.
7. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund from NMDFC.

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OWN FUND SCHEMES OF KERALA STATE MINORITIES DEVELOPMENT FINANCE CORPORATION LTD. (KSMDFC)

Scheme 1: SELF EMPLOYMENT SCHEME FOR MINORITIES (KSMDFC SCHEME)

The scheme is intended for individual beneficiaries who are capable of running new projects and who have track record of running income generating units/establishments. The scheme may also help the youth returning from foreign countries who intend to establish an income generating project in Kerala.

Means of Financing are as follows:

KSMDFC contribution	90%
Beneficiary contribution	10%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 90% of the project cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 20 Lakh.*

For purchasing commercial vehicles 90% of the on the road price of the vehicle, shall be given as loan amount. The balance amount (the beneficiary contribution) shall be remitted by the beneficiary directly to the dealer. Hypothecation of the vehicle in favour of KSMDFC is compulsory. The vehicle should be used for Self Employment income generating activities only.

Rate of Interest: The interest rate will be 8%.**

Repayment Period: The maximum repayment period is fixed as 84 months (7 years).

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parsis, Budhha & Jain).
2. Annual Family Income of the Applicant shall not be more than Rs. 6 Lakh.***
3. The applicant should not be a beneficiary under Self Employment Scheme of NBCFDC or NMDFC Scheme.
4. Age of the beneficiary shall be between 18-58 years as on the date of application.

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** Revised in Board Meeting on 27th May, 2017 with effect from the date of the meeting vide Resolution No. 04. Previously Maximum Amount was Rs. 10 Lakh till 27th May, 2017.*

***Previously Interest rate was 6% till 27th May, 2017. ***Previously Annual Family Income limit was Rs. 1,03,000/- till 27th May, 2017.*

~~Scheme 2: SELF EMPLOYMENT SCHEME FOR MINORITIES RETURNED UNDER NITAQAT LAW PRAVASI LOAN SCHEME (NITAQAT)~~

~~The scheme is for individual beneficiaries who are returned from Saudi Arabia due to the introduction of the Nitaqat law in Saudi Arabia, providing for mandatory recruitment of locals in the private sector. The applicant should be returned to Kerala due to compulsory EXIT from KSA with in the period 2 April 2013 and 3 November 2013. Under this scheme, Projects costing up to 10 lakhs are considered for financing.~~

~~Means of Financing are as follows:~~

~~KSMDFC contribution ————— 90%~~

~~Beneficiary contribution ————— 10%~~

~~Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 90% of the project cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs10 lakhs.~~

~~For purchasing commercial vehicles 90% of the on the road price of the vehicle, shall be given as loan amount. The balance amount (the beneficiary contribution) shall be remitted by the beneficiary directly to the dealer. Hypothecation of the vehicle in favour of KSMDFC is compulsory. The vehicle should be used for Self Employment income generating activities only.~~

~~**Rate of Interest:** The interest rate will be 3%.~~

~~**Repayment Period:** The maximum repayment period is fixed as 84 months (7 years).~~

~~Eligibility Criteria:~~

- ~~1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Pareis, Budhha & Jain).~~
- ~~2. The annual family income must be below 1,03,000/-.~~
- ~~3. The applicant should not be a beneficiary under Self Employment Scheme of NBCFDC or NMDFC Scheme.~~
- ~~4. Age of the beneficiary shall be between 18-58 years as on the date of application.~~
- ~~5. The applicant should be returned to Kerala due to compulsory EXIT from KSA with in the period 2 April 2013 and 3 November 2013.~~

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Scheme 3: PRAVASI LOAN SCHEME/SELF EMPLOYMENT SCHEME FOR MINORITIES RETURNED FROM FOREIGN COUNTRIES (KSMDFC SCHEME)

The scheme is for individual beneficiaries who are returned from FOREIGN COUNTRIES and decided to settle in Kerala by starting a self employment venture. Under this scheme, Projects costing up to 10 lakhs are considered for financing.

Means of Financing are as follows:

KSMDFC contribution	90%
Beneficiary contribution	10%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 90% of the project cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs10 lakhs.

For purchasing commercial vehicles 90% of the on the road price of the vehicle, shall be given as loan amount. The balance amount (the beneficiary contribution) shall be remitted by the beneficiary directly to the dealer. Hypothecation of the vehicle in favour of KSMDFC is compulsory. The vehicle should be used for Self Employment income generating activities only.

Rate of Interest: The interest rate will be 5%.

Repayment Period: The maximum repayment period is fixed as 84 months (7 years).

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parcis, Budhha & Jain).
2. The annual family income must be below 1,03,000/- .
3. The applicant should not be a beneficiary under Self Employment Scheme of NBCFDC or NMDFC Scheme.
4. Age of the beneficiary shall be between 18-58 years as on the date of application.
5. Pass Port and Visa Particulars of the applicant.
6. The applicant should be returned to Kerala by EXIT from foreign countries on or after Jan 2013.

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Scheme 5 – EDUCATIONAL LOAN SCHEME FOR MINIORITY STUDENTS/ STUDENT PLUS (KSMDFC SCHEME)

(The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area)

The scheme is for individual beneficiaries (students). The applicant for the loan is the Student. The parent will be the co-borrower for the loan. Under this scheme an amount up to **7.5 lakhs** (Rs. SEVEN LAKH FIFTY THOUSAND ONLY) are considered for financing for studying **technical, professional and skill development courses** of durations not exceeding 5 years. The maximum amount per year is limited to 1.5 to 2 lakhs.

For courses with duration ONE year the maximum loan amount is Rs. 3 lakhs

For courses with duration Three years the maximum loan amount is Rs. 5 lakhs (Max 2lakh per year)

Means of Financing are as follows:

KSMDFC contribution 95%

Beneficiary contribution 5%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 95% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs.7.5 lakhs.

The student shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution.

The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only.

The applicant should have obtained admission for any full-time professional/Technical /Skill development Courses through a Selection process based on Merit. Distant education/ Part-time programmes are also not covered under this scheme.

The college/institute that offering the course should be a recognized institution by the Central/State Government or by an appropriate authority such as UGC/ AICTE/MCI etc.

Rate of Interest: The interest rate will be 3%.

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The parent will be the co-borrower of the loan amount).

For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years).

The repayment will start after 6 months from the completion of the course or immediately after getting job on completion of the course whichever is earlier.

Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule i.e. after 6 months of the end of the course, for the loan is availed.

Eligibility Criteria:

8. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parsis, Budhha & Jain).
9. The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area.
10. The applicant should not be a beneficiary under Educational Scheme of NMDFC or NBCFDC or other financial institutions of Kerala State.
11. Age of the beneficiary shall be between 16-32 years as on the date of application.
12. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
13. The applicant should have obtained admission for any full-time professional/Technical/Skill Development Courses through a Selection process based on Merit.
14. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund.
15. Distant education/ Part-time programmes are also not covered under this scheme.

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Scheme 6 – FOREIGN EDUCATIONAL LOAN SCHEME FOR MINORITIES (KSMDFC SCHEME)

The scheme is for individual beneficiaries. Under this scheme an amount up to 20 lakhs are considered for financing for studying technical and professional courses of durations not exceeding 5 years in a foreign country. The maximum amount per year is limited to 4 lakhs. Only courses at Graduate Degree/Diploma and Post Graduate level will be covered under this scheme.

Means of Financing are as follows:

KSMDFC contribution	90%
Beneficiary contribution	10%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilize the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 90% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs.20 lakhs.

The student shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution. The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only. The loan is available to students perusing approved full time and regular courses only. The college/institute that offering the course should be a recognized institution by the Central/State Government/UGC or by an appropriate authority such as AICTE/MCI etc. The original broacher of the course, the website details etc. shall be submitted along with the application. All the details/certificates shall be submitted in English Language only.

Rate of Interest: The interest rate will be 3%.

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The parent will be the co-borrower of the loan amount). For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 84 months (7 years). The repayment will start after 6 months from the completion of the course or immediately after getting job on completion of the course whichever is earlier. Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule i.e. after 6 months of the end of the course, for the loan is availed.

Eligibility Criteria:

8. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parcis, Budhha & Jain).
9. The annual family income must be below 81,000/- in rural area and 1,03,000/- in urban area.

10. The applicant should not be a beneficiary under Educational Loan Scheme of NMDFC or NBCFDC or other financial institutions.
11. Age of the beneficiary shall be between 16-32 years as on the date of application.
12. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
13. The admission of the candidate in the course shall be through a merit-cum-selection process.
14. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund.

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Scheme 7: BUSINESS EXPANSION LOAN (BEL)/ BUSINESS DEVELOPMENT LOAN (BDL) FOR EXISTING ENTREPRENEURS

Objectives:

The loan scheme is to assist small and micro entrepreneurs belonging to the Minority communities to expansion/modernization of their business by investing in the same line or in a different line that supports the business of existing unit or scheme.

Applicants should submit the details of the current unit / scheme with solid proofs. The existing unit/scheme shall be minimum 6 months old. The venture should have necessary permissions from appropriate authorities.

Eligibility Criteria:

1. The applicant must belong to any one of the notified Minority communities of the state.
2. The annual family income of the applicant must be below Rs. 6,00,000/-.*
3. Age of the applicants must be between 18 and 58.
4. The applicant should not be an existing beneficiary of Self Employment loan of KSMDFC or other SCAs
5. All the required documents/certificates must be in the name of the Applicant only.
6. Applicant should be operating any viable self employment venture successfully for at least 6 months prior to the date of application.

Loan Amount:

Maximum loan amount under the scheme shall be Rs.5 lakh.

Pattern of Financing:

(1) Loan amount will be released in one/two installments only based on the project undertaken. Subsequent installments will be released only after producing utilization of the previous installments.

(2) For commercial vehicles 90% of the invoice amount will be given as one installment.

For purchasing machinery/vehicle invoice shall be submitted. Amount will be given in favour of the supplier only.

KSMDFC contribution for the scheme in max 90% and the Beneficiary contribution is 10%. Beneficiary contribution need not be collected from the beneficiary under this scheme. The beneficiaries are expected to utilize the amount along with the loan amount for the project. The maximum loan that can be disbursed under this Scheme is 90% of the project cost or Rs. 5,00,000/- whichever is lower and is limited to the amount requested by the beneficiary.

Rate of Interest: 8%**

Maximum Repayment period : 60 months

** Revised in Board Meeting on 27th May, 2017 with effect from the date of the meeting vide Resolution No. 04. Previously Annual Family Income limit was Rs. 1,03,000/- till 27th May, 2017. **Previously Interest rate was 7% till 27th May, 2017.*

Scheme 8 - MULTI PURPOSE LOAN FOR EMPLOYEES (UDYOGASTHA VAYPPA)

This loan scheme is meant for the employees working in State/Central Government, Govt. Autonomous Bodies, Public Sector Undertakings, Govt. Companies and Co-operative Institution of repute who belong to Minority communities. The objective of the scheme is to financially help the employees for their different type of needs viz. House repair, Purchase of passenger Vehicle for their family, purchase of house hold consumer items, costly medical treatment of their family, professional education of their children, marriage of daughter etc.

1. Eligibility criteria

1. The applicant must belong to any one of the notified Minority communities of the state.
2. The Annual family income of the Applicant shall be not more than Rs. 6,00,000/-.*
3. The age of the applicant shall be between 18 and 55 years.

2. Other conditions:

1. The loan shall be used for maintenance of the existing house/building owned by the applicant or his/her spouse or jointly by the applicant and his/her spouse. If necessary, detailed quotations from contractors or firms shall be submitted to assess the financial requirement.
2. For the purchase of vehicles, invoice from the supplier is must. The loan component is limited to 90% of the cost of the vehicle.
3. For the purchase of consumer durables invoice/ quotations shall be submitted.
4. For the medical treatment of the family members, a certificate from the Medical Institution or Doctor specifying the details of disease, treatment and cost of treatment shall be submitted.
5. For professional education of children, course and fees particulars from the college authorities shall be submitted. The college/institute that offering the course should be a recognized institution by the Central/State Government or by an appropriate authority such as AICTE/MCI etc.
6. For Marriage of daughters: Marriage Invitation Card (Wedding Card) or Certificate from concerned religious institutions shall be produced.

3. Quantum of loan and pattern of financing

This is an own fund scheme of the corporation. Maximum loan amount available under the Scheme is Rs 5,00,000/- (Rupees Five Lakh only).

For Vehicle the hypothecation of the vehicle in favour of the corporation is necessary.

Loan amount will be released in one/two installments only based on the project undertaken. Subsequent installments will be released only after producing utilization of the previous installments.

4. Rate of interest: 9%**

5. Maximum Repayment period: 60 months.

** Revised in Board Meeting on 27th May, 2017 with effect from the date of the meeting vide Resolution No. 04. Previously there was no Annual Family Income limit till 27th May, 2017. ** Previously Interest rate was 7% till 27th May, 2017.*

Scheme 9 - FINANCIAL SUPPORT TO PARENTS OF MINORITY STUDENTS WHO PURSUE TECHNICAL/PROFESSIONAL EDUCATION/ PARENT PLUS (KSMDFC SCHEME)

The scheme is for parents. Under this scheme an amount up to **10 lakhs** are considered for financing for the technical and professional education of their child. The duration of the course shall be up to 5 years. The maximum loan amount per year is Rs. 1.5 to 2 lakhs only. Maximum loan amount per year allowable for education abroad i.e for foreign education cases is Rs. 3 Lakhs.**

The student will be the co-borrower for the loan. Under this scheme an amount up to **10 lakhs** are considered for financing for studying technical and professional courses of durations not exceeding 5 years.

Means of Financing are as follows:

KSMDFC contribution 90%

Beneficiary contribution 10%

Beneficiary contribution need not be collected from the beneficiary, instead the beneficiaries are expected to utilise the amount along with the loan amount received from the KSMDFC. The maximum loan amount that can be disbursed under this scheme is limited to 90% of the cost or the amount requested by the beneficiary whichever is lower. The maximum amount that can be disbursed under this scheme will be Rs. 10 Lakhs.*

The parent shall submit the details of the Admission Fee, Tuition fee and other fees to be paid by the student in the college in each year certified by the Principal or Head of the institution.

The admissible expenditure includes Admission fee, Tuition fee, Exam fee and Hostel Expenses only.

The applicant should have obtained admission for any full-time professional/ Technical Courses. Distant education/Part-time programmes are not covered under this scheme.

The college/institute that offering the course should be a recognized institution by the Central/State Government or by an appropriate authority such as AICTE/MCI etc.

Rate of Interest: The interest rate will be 7%.

Mode of release of loans: The installment amount will be paid by A/c payee cheque in the name of Applicant and Co-borrower. (The student will be the co-borrower of the loan amount).

For availing subsequent installments, the successful completion of the previous years of study is compulsory. A certificate in this regard shall be obtained from the head of the institution and submitted before the corporation to avail the subsequent installments.

Repayment Period: The maximum repayment period is fixed as 60 months (5 years). Since this loan is meant for financial support to the parent, the repayment will start after the completion of 6 months from the date of availing of last installment. Even if the student has not successfully completed the course in the final year or he/she is perusing for higher studies, the repayment will start as per schedule.

Repayment of Interest accrued in the previous Installments:

The interest accrued in the previous installments must be remitted in lump sum or in installments before availing the subsequent installments. That is a pre-requisite for availing the subsequent installments.

Eligibility Criteria:

1. Applicant must belong to any one of the notified minority communities. (Muslims, X'ans, Sikh, Parcis, Budhha & Jain).
2. The student should not be a beneficiary under Educational Scheme of NMDFC or NBCFDC or other financial institutions of Kerala State.
3. Age of the beneficiary shall be below 55 years as on the date of application.
4. Confirmed admission in the intended course is the pre-requirement for availing the loan amount. Applications can be submitted in anticipation of the admission.
5. The admission of the candidate in the course shall be through a merit-cum-selection process.
6. Selection of beneficiary out of the eligible candidates will strictly be on merit and availability of fund.

Security:

Collateral Security as per the norms of KSMDC is applicable for this loan

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**Revised in Board Meeting on 27th May, 2017 with effect from the date of the meeting vide Resolution No. 04. Previously Maximum Amount was no Rs. 5 Lakhs till 27th May, 2017.*

***Last Sentence in this para relating to maximum loan amount per year for foreign educational loan, was inserted in Board Meeting on 22nd July, 2017 with effect from the date of the meeting vide Resolution No. 12.*

SCHEME – 10 - GENERAL HOUSING LOAN SCHEME (APPROVED BY BOARD OF DIRECTORS IN ITS MEETING DATED 27TH MAY, 2017)

Objectives:

The loan scheme will be focusing on supporting financially backward middle class section of the Minority community to build a house who do not possess a house and whose family annual income is below 600,000/-. The aim is to give a support at a nominal rate of interest compared to the higher rate prevailing in the market. Even though there are other schemes like PMAY supporting construction of House, the reach of the programme and the support from the intermediaries is very minimal. Also the conditions and formalities for availing the subsidy is complex. The Corporation will extend the financial assistance as a helping hand at a nominal rate of interest compared to the present market rate.

Detailed Summary of the Loan Scheme:

Project Cost: The amount for the scheme will be met from Share Capital provided by the Government of Kerala. A total of Rs.3 Crore to be set aside from the Share Capital to meet the demand under the scheme.

Loan Component: The Scheme will aim to provide financial assistance to **about 50 applicants @ maximum of 6 Lakh per applicant.**

Rate of Interest: Considering the prevailing market rate, proposed rate of interest is **8% per annum.**

Repayment Period: 7 years (84 months)

Average amount of EMI (for 6 Lakhs): 9,500/- per month for 7 years

Eligibility Criteria:

1. The applicant must belong to any one of the notified Minority communities of the State.
2. The annual family income of the applicant must be below Rs.6,00,000/-
3. Age of the applicants must be between 18 and 58.
4. The applicant should not be an existing beneficiary of KSMDFC.

Other Eligibility Conditions:

1. The applicant shall be homeless ie. He/She should not own a house in his/her name or in the name of their spouse or applicant shall be having requirement to renovate or modify the existing house.
2. He should have a suitable land in his name or his spouse's name for construction of a house. Those who do not have land in his/spouse name can also apply for loan subject to the condition that, will purchase a suitable land before availing the loan amount from KSMDFC.
3. Plan and estimate approved by a competent authority not below the rank of an Assistant Engineer of a local body/PWD.
4. The area in Sq.ft of the house plan should not be more than 1600 Sq Ft and the estimated cost of construction should not be more than Rs.20 Lakh.
5. Approval of the local body shall be obtained for the construction as per the approved plan.

6. The applicant or his spouse shall not be a beneficiary of any other housing scheme of the Government of Kerala.

Stages of Disbursement

Stage - I Rs.1,50,000/- (Foundation & Basement)

Stage –II Rs. 2,50,000/- (Structure, Roofing)

Stage –III Rs. 2,00,000/- (other finishing works.)

Utilization/Implementation

The work shall be completed as per the time schedule fixed by the corporation. The maximum time allotted for the completion of different stages is as follows:

Stage I: 4 – 6 weeks

Stage II: 6-8 weeks

Stage III: 8-12 weeks

Total: 3.5 months – 6 months

A completion certificate from a competent person not below the rank of an Assistant Engineer shall be submitted along with photographs of the work completed and supporting bills for availing the subsequent installments.

Completion Certificate:

A copy of final completion certificate with a photograph of the building shall be submitted to the corporation within 10 days of the period allotted for completing the work.

The officials of the Corporation have the power to physically inspect the site and issue directions or orders in connection with the implementation of different stages of the project.

Repayment:

The repayment will be started on completion of 6 months from the date of availing of the first installment or 1 month after the completion of the work whichever is earlier. Even if the applicant has not successfully completed the work within the stipulated period, the repayment will start as per schedule i.e. 6 months from the date of availing of the first installment.

Penalty:

Those who become a defaulter in remitting the EMI will attract an amount @ 9% as penalty for the EMI defaulted/short EMI. A chronic defaulter in repayment will attract recovery action including Revenue Recovery Action and/or Legal Action.

Those who are failing to complete the different stages of the work in time without valid reasons (to be decided by a competent authority of the Corporation) will also attract penal action. For willful failure from the side of the beneficiaries to complete the works in time, the KSMDFC has the right to cancel further installments and re-fix the loan amount to the extent of the loan amount already disbursed and recover the amount in lump sum or installments with penalty @ 9%.

Security of the Loan

The beneficiary should furnish necessary security prescribed by the Corporation.

Land or Surety of employees as per the general guidelines of KSMDFC will be applicable as security of loan amount. Linking of more than one type of security is not allowed

If security opted by the beneficiary is deposit of title deeds, then extend of land for which title deeds are depositing as security, shall be minimum 4 cents for loan up to Rs. 4,00,000/- and 5 cents for loan from Rs. 4,00,001/- to Rs. 6,00,000/-

Processing & Legal Charges:

Processing & Legal fees will be applied as per the general guidelines of KSMDFC.

Pre-disbursement Counseling & Awareness Camp:

To educate the potential beneficiaries on constructing a cost effective house, pre-disbursement counseling and awareness camps shall be organized at different locations of the state.

Others

All other conditions will be as per the general conditions of KSMDFC or as communicated by the Managing Director time to time.

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**SCHEME – 11 - LOAN SCHEME FOR MINORITY EDUCATIONAL INSTITUTIONS
(APPROVED BY BOARD OF DIRECTORS IN ITS MEETING DATED 27TH MAY, 2017)**

Objectives:

The scheme is intended for Minority Educational Institutions to assist them for developmental activities. In our state there are Minority unaided schools/colleges which are run by trusts/managements, many of the institutions run in a good manner as they exploit the students for any developmental activities in their institution. But still there are schools/colleges which are running with the objective of development of the community and most of the students studying there are from poor families who will not be able to afford a higher fees. The Corporation will be aiming such institutions.

The adverse part is the rate of interest prevailing in the market for such institutions, which is very high ranging from 10 to 16% and also the banks look for the financial positions/net worth. In short no financial institutions offer any financial support to these institutions.

The Corporation will extend the financial assistance as a helping hand at a nominal rate of interest compared to the present market rate. The extend of financial support will be a maximum of Rs. 10 Lakh each subject a collateral security.

Detailed Summary of the Loan Scheme:

Project Cost: The amount for the scheme will be met from Share Capital provided by the Government of Kerala. A total of Rs.1 Crore to be set aside from the Share Capital to meet the demand under the scheme.

Loan Component: The Scheme will aim to provide financial assistance to 10 Educational Institutions @ 10 Lakh per applicants. The amount can be used for any developmental activities which will support the students to have a better education.

Developmental activity may be defined as any **construction** in the institution such as labs, library, class rooms etc. or **renovation/furnishing** of any buildings/lab/library or **purchase** of any specific item for the institution.

Rate of Interest: Considering the prevailing market rate, proposed rate of interest is 9% per annum.

Repayment Period: 7 years (84 months)

Average amount of EMI: 15,900/- per month

Eligibility Criteria:

1. The Educational Institution shall belong to a nonprofit company, trust or societies engaged in public charitable purpose for which at least 75% of the members of the company/trust/society concerned shall belong to minority communities. Or an individual who runs a minority educational institution may also apply.
2. The institution must be minimum 3 years old from the date of registration.
3. The Trust/society should be with the objective of public charitable purpose.
4. Minimum number of students should be more than 300.
5. Good repayment track of existing loans (if any)

6. Strong and committed Management.
7. The applicant should not be an existing beneficiary of KSMDFC or any other financial institution under the Govt. of Kerala.

Other Eligibility Conditions:

1. The detailed report of the project to be implemented shall be submitted.
2. Last 6 months Bank statements and Balance sheet of last 2 years.
3. Copy of Society/Trust registration, Bye laws, updated members list, minutes of the last general body meeting.
4. Resolution in the Management committee of the Trust/society authorizing the Manager for availing the loan from KSMDFC.
5. Copy of recognition and affiliation certificates.
6. Society/Trust Pan card and Pan card of applicant and co applicant.
7. Plan and estimate for building/renovation or Quotation and estimate for furnishing/purchase approved by a competent authority to be submitted.
8. Approval of the local body shall be obtained for the construction as per the approved plan.

Stages of Disbursement

The fund will be disbursed in 3 installments subject to submission of proper utilization of the previous installments.

Stage - I Rs.400,000/-

Stage –II Rs.300,000/-

Stage – III Rs.300,000/-

Utilization/Implementation

The work shall be completed as per the time schedule fixed by the corporation. The maximum time allotted for the completion of different stages is 5 months and it is the duty of the institution to ensure all the funds before the stipulated period.

Total: 3.5 months – 5 months

A completion certificate from a competent person shall be submitted along with photographs of the work completed and supporting bills for availing the subsequent installments.

Completion Certificate:

A copy of final completion certificate with a photograph of the building shall be submitted to the corporation within 10 days of the period allotted for completing the work.

The officials of the Corporation have the power to physically inspect the site and issue directions or orders in connection with the implementation of different stages of the project.

Repayment:

The repayment will be started on completion of 6 months from the date of availing the first installment or 1 month after the completion of the work whichever is earlier. Even if the

applicant has not successfully completed the work within the stipulated period, the repayment will start as per schedule i.e. 6 months from the date of availing of the first installment.

Penalty:

Those who become a defaulter in remitting the EMI will attract an amount @ 9% as penalty for the EMI defaulted/short EMI. A chronic defaulter in repayment will attract recovery action including Revenue Recovery Action and/or Legal Action.

Those who failed to complete the different stages of the work in time without valid reasons (to be decided by a competent authority of the Corporation) will also attract penal action. For willful failure from the side of the beneficiaries to complete the works in time, the KSMDFC has the right to cancel further installments and re-fix the loan amount to the extent of the loan amount already disbursed and recover the amount in lump sum or installments with penalty @ 9%.

Security of the Loan

The beneficiary should furnish necessary security prescribed by the Corporation.

Land in the name any member of the nonprofit company/trust/society as per the general guidelines of KSMDFC will be applicable as security of loan amount.

Processing & Legal Charges:

Processing & Legal fees will be applied as per the general guidelines of KSMDFC.

Pre-disbursement Counseling & Awareness Camp:

To educate the potential beneficiaries on constructing a cost effective house, pre-disbursement counseling and awareness camps shall be organized at different locations of the state.

Others

All other conditions will be as per the general conditions of KSMDFC or as communicated by the Managing Director time to time.

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**HOUSING LOAN SCHEME FOR MEMBERS OF MADRASA TEACHERS WELFARE
FUND**

**(A scheme jointly organized by the Department of Minority Welfare and
Kerala State Minorities Development Finance Corporation Ltd.)**

The Madrassa Teachers are considered as one of the most financially backward section of the Muslim Community. Most of them do not have proper shelter and they are struggling to live a proper life. Their average salary/wages is around Rs. 1,500/- per month. They are unable to get housing loan from banks or financial institutions and in order to help the group, KSMDFC and The Minority Welfare Department of Government of Kerala come forward to implement an interest free Housing Scheme.

The KSMDFC is planning to implement an Interest free Housing Loan Scheme for the Madrassa Teachers, who are members of the Madrassa Teachers Welfare Fund. As a financial Institution registered under the Indian Companies Act running without any grant-in-aid from Government, we are not in a position to disburse the loan without at least 2% interest for implementing the scheme to meet the administrative cost. This amount shall be met by the Minority Welfare Department from the revenue received or Corpus fund of the Madrassa Teachers welfare Fund.

Detailed Summary of the Loan scheme are as follows

1. **Project Cost- (Max per head):** Rs. 2.5 Lakh
2. **Loan component:** Rs. 2.5 Lakh.
3. **Cost/ Administrative expenses (Min. Interest):** 2% P.A (will be met the Dept. of Minority Welfare)
4. **Beneficiary contribution:** Not required.
5. **Stages of disbursement:**
 - Stage 1: Rs 1,25,000/- (for foundation, basement, structure etc.)
 - Stage 2: Rs. 1, 25,000/- (for roof and other finishing works)
6. **Repayment Period:** 7 years (84 months)
7. **Monthly EMI:** The monthly EMI **Rs. 2975/- for 83 months Rs. 3075/-** for last month
8. **Eligibility:**
 - Applicant shall be a *member of Madrassa Teachers Welfare Fund.*
 - The applicant **shall be homeless** or the home in his name is **not suitable for residential purpose** and that is certified by an authority not less than the rank of Asst Exe Engineer.
 - He should have a suitable land in his name or his spouse's name for construction of a house. The extent of land shall be minimum 2 cents. Those who do not have land in his/spouse name can also apply for loan subject to the condition that will purchase a minimum extent of land by him before availing the loan amount from KSMDFC.
 - Plan and estimate approved by a competent authority not below the rank of an Assistant Engineer of a local body/PWD.

- Approval of the local body shall be obtained for the construction as per the approved plan.
- The applicant or his spouse shall not be a beneficiary of any other housing scheme of the Government of Kerala or Government of India or Any Government Agencies.

9. Utilization/Implementation:

The work shall be completed as per the time schedule fixed by the corporation. The maximum time allotted for the completion of different stages is as follows:

Stage 1: 8 weeks

Stage 2: 12 weeks

Total: 3 .5 months – 5 months

10. Completion Certificate:

A completion certificate from a competent person not below the rank of an Assistant Engineer shall be submitted with a photograph of the work completed for availing the subsequent installments. 2 set of final completion certificate with a photograph of the building shall be submitted to the corporation within 10 days of the period allotted for completing the work.

11. Repayment:

The repayment will be started on completion of 6 months from the date of availing of the first installment or 1 month after the completion of the work whichever is earlier.

12. Due date of Repayment:

The due date for the first installment (EMI) will be fixed by the corporation and intimated the beneficiary. The date of payment of subsequent installments will be the same day in the coming months. The beneficiaries have the liberty to remit the amount in an advance date or remit an amount more than the amount fixed as EMI.

13. Penalty:

Those who become a defaulter in remitting the EMI will attract an amount @ 6% as penalty for the EMI defaulted/short EMI. A chronic defaulter in repayment will attract recovery action including Revenue Recovery Action and/or Legal Action. Since the scheme is implemented as an interest free loan as per the shari-et-law, the beneficiaries are advised to take utmost care in the repayment of EMI in time, otherwise the main concept behind the loan scheme will be defeated.

Those who failed to complete the different stages of the work in time without valid reasons beyond their control like natural calamities; death etc. will also attract penal action. For willful failure from the side of the beneficiaries to complete the works in time, the KSMDFC has the right to cancel further installments and re-fix the loan amount to the extent of the loan amount already disbursed and recover the amount in lump sum or installments with penalty @6%.

14. Security: No separate collateral security is insisted for availing the loan amount other than the land owned by the beneficiary for constructing the house. While executing the agreement with the corporation the Spouse/Father/Mother/Brother/Sister shall become part of the agreement as Co-borrower/Surety to guarantee the repayment. An undertaking from the Beneficiary, Co-

borrower/Surety will be collected by extending the liability not only to the asset created from the loan amount but also from other sources of asset in their name. A promissory Note for the full amount shall be executed jointly by the beneficiary and co-borrower/surety.

Salary Security: The surety of Permanent/Officiating Employees working in Government, Autonomous Bodies, PSUs, Apex Cooperative Institutions, Service Co-operative Banks, Aided School Staff etc. who are permanent residents of Kerala shall be accepted. The Salary certificates issued by primary co-operative societies shall not be accepted as security. The Salary Certificate shall be submitted in the prescribed form designed by the Corporation itself.*

15. Processing Charge: An amount of Rs.500/- shall be remitted as Processing Charge by the beneficiary (service charges inclusive).

16. Claim for charges from Minority Welfare Dept:

The Minority Welfare department will advance the amount to meet the administrative cost and the KSMDFC will adjust the claim for payment of cost/expenses @2% on half-yearly/yearly basis for all the beneficiaries, and the details will be submitted to the Minority Welfare Department.

17. Inspection:

The officials of the Department of Minority Welfare and KSMDFC officials has the power to physically inspect the site and issue directions or orders in connection with the implementation of different stages of the project.

18. Cost/Administration Expense Calculation:

Assuming that the installment amounts are Rs. 125,000/- and Rs. 125,000/- respectively, rate of interest is 2%, period required to disburse the installments are 5 months and the first month of repayment is from the sixth month from the disbursement of first installment, the interest to be remitted by the department to the corporation per beneficiary is approximately Rs. 19356/-. Here the method of appropriation of the EMI received is first in cost/expenses and then in Principal.

19. Death: In the case of death of the beneficiary after availing the first installment and before releasing the last installment, the co-borrower and surety can avail the rest of the installments after executing a fresh agreement with the corporation in tune with the first agreement. The co-borrower/surety has bound to the pay back the loan amount as per the agreement in installments. **OR** if the family/co-borrower likes to **discontinue** the loan installments in the ground of the death of the beneficiary, the loan amount will be re-fixed to the installments covered and the repayment shall be done on equated monthly installments. In that case, the family will get a redressal relief of Rs. 1.5 lakhs or the actual balance amount to be repaid to the KSMDFC whichever is less from the Beneficiary Reddressal Relief Fund (BRRF) maintained by the corporation with the assistance of Minority Welfare Department.

20. Beneficiary Reddressal Relief Fund (BRRF): An amount of Rs. 25 lakhs shall be earmarked for a relief fund to be maintained by the KSMDFC to meet the demand as discussed in Para 19 above.

21. Application:

Application for loans in the prescribed form shall be submitted to the Managing Director. KSMDFC Ltd, Chakkorathkulam, Kozhikode.

22. Budget:

<u>From Own Fund - KSMDFC</u>	<u>phase-1</u>	<u>phase-2</u>	
<u>Total</u>			
Target (200 applicants) -	2.50 Cr.	2.50 Cr.	<u>5.00</u>
<u>Cr.</u>			

23. Contribution from Govt. / Minority Welfare Department

a. Estimated interest from Madras Teachers Welfare - Corpus fund/ Govt. @ 2%

Target (200 applicants) - 21.50 Lakh 21.50 Lakh 43.00 Lakh

b. Total amount including the Reddressal Fund

(5% of the total loan component)- 25.00 Lakh

93.00 Lakh

Conclusion: The project will be implemented immediately with the own fund of KSMDFC on the approval of Government.

24. Calculation table: Int. 2%, period of repayment 84 months

Calculation of Initial Interest							
	Int Percentage	2%					
		Month1	Month2	Month3	Month4	Month5	
Fisrt Inst	1,25,000	206	206	206	206	206	1,030
Second Inst	1,25,000	-	-	206	206	206	618
							1,648
Calculation @ 2% interest for a repayment period of 120 months are as follows:							
Desciption	Amount	Month	EMI	Interest	Bal Amt		
Opening Int				1,648			
Opening Principal	250000	1	2976	417	247024		
	247024	2	2976	412	244048		
	244048	3	2976	407	241071		
	241071	4	2976	402	238095		
	238095	5	2976	397	235119		
	235119	6	2976	392	232143		
	232143	7	2976	387	229167		
	229167	8	2976	382	226190		

	226190	9	2976	377	223214		
	223214	10	2976	372	220238		
	220238	11	2976	367	217262		
	217262	12	2976	362	214286		
	214286	13	2976	357	211310		
	211310	14	2976	352	208333		
	208333	15	2976	347	205357		
	205357	16	2976	342	202381		
	202381	17	2976	337	199405		
	199405	18	2976	332	196429		
	196429	19	2976	327	193452		
	193452	20	2976	322	190476		
	190476	21	2976	317	187500		
	187500	22	2976	313	184524		
	184524	23	2976	308	181548		
	181548	24	2976	303	178571		
	178571	25	2976	298	175595		
	175595	26	2976	293	172619		
	172619	27	2976	288	169643		
	169643	28	2976	283	166667		
	166667	29	2976	278	163690		
	163690	30	2976	273	160714		
	160714	31	2976	268	157738		
	157738	32	2976	263	154762		
	154762	33	2976	258	151786		
	151786	34	2976	253	148810		
	148810	35	2976	248	145833		
	145833	36	2976	243	142857		
	142857	37	2976	238	139881		
	139881	38	2976	233	136905		
	136905	39	2976	228	133929		
	133929	40	2976	223	130952		
	130952	41	2976	218	127976		
	127976	42	2976	213	125000		
	125000	43	2976	208	122024		
	122024	44	2976	203	119048		
	119048	45	2976	198	116071		
	116071	46	2976	193	113095		
	113095	47	2976	188	110119		
	110119	48	2976	184	107143		
	107143	49	2976	179	104167		

	104167	50	2976	174	101190		
	101190	51	2976	169	98214		
	98214	52	2976	164	95238		
	95238	53	2976	159	92262		
	92262	54	2976	154	89286		
	89286	55	2976	149	86310		
	86310	56	2976	144	83333		
	83333	57	2976	139	80357		
	80357	58	2976	134	77381		
	77381	59	2976	129	74405		
	74405	60	2976	124	71429		
	71429	61	2976	119	68452		
	68452	62	2976	114	65476		
	65476	63	2976	109	62500		
	62500	64	2976	104	59524		
	59524	65	2976	99	56548		
	56548	66	2976	94	53571		
	53571	67	2976	89	50595		
	50595	68	2976	84	47619		
	47619	69	2976	79	44643		
	44643	70	2976	74	41667		
	41667	71	2976	69	38690		
	38690	72	2976	64	35714		
	35714	73	2976	60	32738		
	32738	74	2976	55	29762		
	29762	75	2976	50	26786		
	26786	76	2976	45	23810		
	23810	77	2976	40	20833		
	20833	78	2976	35	17857		
	17857	79	2976	30	14881		
	14881	80	2976	25	11905		
	11905	81	2976	20	8929		
	8929	82	2976	15	5952		
	5952	83	2976	10	2976		
	2976	84	2976	5	0		
			250000	19356			

**This para was inserted in Board Meeting on 22nd July, 2017 with effect from the date of the meeting vide Resolution No. 06.*

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