

## Weaver Credit Card Scheme

### Ministry

Union Ministry of Textile- Office of Development Commissioner (Handlooms)

### About

The Artisan Credit Card is meant to make the process of financial assistance to artisans to meet their credit requirements for working capital requirement as well as purchase of tools and equipment required for carrying out weaving activity.

### Benefits

Cash support is being offered to weavers in the following forms

- Margin money support up to Rs 42,000/- per weaver and/or
- Interest subsidy up to 3% on Bank loan And/or
- Reimbursement of one time guarantee fee as applicable (1% at present) and annual service charges as applicable (0.50% at present) for a period upto 3 years payable for guarantee cover under CGTMSE.

**Type of Facility** :Term loan and cash credit

**Loan Amount Maximum**Rs 2 lakhs

#### Margin

- UptoRs 25000: Nil
- Above Rs 25000: 20% Rate of Interest Floating and linked to Base Rate\*.

#### Repayment Period

- Term loan repayable in 3 years.
- Cash credit limit to be renewed in 3 years with annual review subject to satisfactory conduct of account.

No Collateral is required

Photo id and Passbook will be issued to borrower.

### Eligibility

- All weavers and ancillary workers involved in weaving activities
- Preference will be given to weavers identified under Third Census of Handloom weavers conducted by Development Commissioner, Ministry of Textile as well as to weavers identified by State Governments and weavers who have formed society/Self Help Group (SHGs)/Joint Liability Groups (JLGs)
- Existing weaver customers of bank enjoying credit facility and having satisfactory record.
- Possession of Photo Id Card issued by Development Commissioner (Handloom) or the State Government is a necessary pre-condition for availing this loan.
- Those already covered by an existing government loan-scheme are NOT eligible

### How to apply

1. Get the application form, mentioning the amount of loan required from the field bank branch
2. Fill it and submit to the bank office or the local Handloom or Cottage and small-scale industry body.
3. They will deposit to the concerned bank.

## **List of Banks implementing the scheme**

1. United Bank Of India
2. State Bank of India
3. UCO Bank
4. Bank of Baroda
5. Allahabad Bank
6. Bank of Maharashtra
7. Oriental Bank of Commerce
8. Indian Overseas Bank
9. Canara Bank
10. BGVB, etc.