



Ref. No. NB.DoR-ST/ 141 /KCC-1/2020-21
Circular No. 146 /DoR- 43 /2020

01 June 2020

1. The Managing Director
All State Cooperative Banks
2. The Chairman
All Regional Rural Banks

Dear Sir

Issue of Kisan Credit Cards to farmers for agriculture and allied activities

As you are aware, the Govt. of India had launched a special drive from 08 February 2020 for covering all PM Kisan beneficiaries under the KCC scheme. The drive, which started on 10 February and continued till the end of April 2020 has created a positive impact. This has resulted in receipt of approximately 75 lakh KCC applications by banks, of which about 36 lakh KCCs have been issued with a total credit limit of Rs.30,000 crore. The sanction and issue of KCC to all remaining eligible PM Kisan beneficiaries who had applied for KCC during this special drive may be taken up on a priority basis by banks.

2. Meanwhile, as a part of the Prime Minister's package for farmers, Hon'ble Finance Minister has announced to cover 2.5 crore farmers under the KCC scheme in a mission mode to facilitate credit to the farm sector. In this regard, Department of Agriculture Cooperation and Farmers Welfare (DAC&FW), GoI vide their letter dated 21.05.2020 (copy enclosed) has requested the State/UT administrations to take up necessary measures for sanction and issue of KCC to all eligible PM Kisan beneficiaries.

3. To address the credit needs of farmers engaged in activities related to Animal Husbandry and Fisheries, the Government had decided to extend KCC facility to these farmers for their working capital requirement and detailed guidelines in this regard were issued by us vide our Circular No.34/DoR-08/2019 dated 13 February 2019. At a time when the country is striving to cope with the COVID-19 pandemic, timely access to credit by farmers engaged in the Fisheries, Dairy and Poultry related activities for their working capital requirement through KCC will go a long way in facilitating a meaningful recovery of the rural economy. With this objective, the Department of Animal Husbandry and Dairying (DAHD) GoI has also decided to simultaneously launch a special drive effective from 1 June 2020 to provide KCC to 1.5 crore dairy farmers belonging to Milk Unions and Milk Producing Companies. The detailed advisory guidelines along with a revised application form for issue of KCC to

राष्ट्रीय कृषि और ग्रामीण विकास बैंक

National Bank for Agriculture and Rural Development

पुनर्वित्त विभाग

प्लॉट क्र सी-24, 'जी' ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400 051. टेली: +91 22 26539325 • फ़ैक्स: +91 22 26530090 • ई मेल: dor@nabard.org

Department of Refinance

Plot No. C-24, 'G' Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051 • Tel.: +91 22 26539325 • Fax: +91 22 26530090 • E-mail: dor@nabard.org

गाँव बढ़े >> तो देश बढ़े

www.nabard.org

Taking Rural India >> Forward

dairy farmers including those affiliated to Milk Unions has since been issued vide DAHD letter dated 28 May 2020, a copy of which is enclosed as Annexure II for ready reference.

4. During the special campaign, you are advised to make all out efforts to ensure the following:

- (a) Saturation of all the PM-Kisan beneficiaries under KCC: It may be ensured that to the extent possible, all eligible beneficiaries of PM-Kisan are covered under the KCC scheme by issue of fresh KCC or, enhancement of the existing KCC limit or, activation of inoperative KCC account.
- (b) Issue of KCC to dairy farmers: Applications received by banks in the revised format for issue of KCC to the eligible dairy farmers should be processed expeditiously as per the extant guidelines for issue of fresh KCC or enhancement of the existing KCC limit or, activation of inoperative KCC account.
- (c) In order to provide the farmers with the much needed social security, eligible farmers may also be enrolled for the following schemes through auto debit facility:
 - i. Pradhan Mantri Suraksha Bima Yojana (PMSBY)
 - ii. Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY)

5. Keeping in view the importance of the above mentioned campaign, the following may please be ensured

- (a) Regional Rural Banks and Cooperative Banks to expedite processing and sanction of applications received by them. DAC&FW and DAHD will ensure sourcing of the applications along with the relevant documents including land records etc. from eligible PM-Kisan beneficiaries and Dairy farmers respectively through the local administration and their field functionaries.
- (b) To facilitate sanction and issue of KCCs to dairy farmers. A revised KCC application form vetted by the IBA has been circulated by DAHD and the same has also been uploaded on their website. This application form should be uploaded on the websites of all banks and widely disseminated in local language.
- (c) To ensure prompt processing and approvals, dedicated desks may be set up in the branches, wherever feasible, for receiving forms and providing appropriate guidance to the farmers.
- (d) The directions on waiving of processing, documentation, inspection, ledger folio charges and all other service charges for KCC/ crop loans upto Rs.3 lakh, keeping in view the hardship and financial distress of small and marginal farmers, conveyed vide our Circulars No.32/DoR-06/2019 and 33/DoR-07/2019 dated 11 February 2019 addressed to State Cooperative Banks and RRBs may be followed while processing the applications for issue of KCC.

राष्ट्रीय कृषि और ग्रामीण विकास बैंक

National Bank for Agriculture and Rural Development

पुनर्वित्त विभाग

प्लॉट नं. सी-24, 'जी' ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400 051. टेली: +91 22 26539325 • फ़ैक्स: +91 22 26530090 • ई मेल: dor@nabard.org

Department of Refinance

Plot No. C-24, 'G' Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051 • Tel.: +91 22 26539325 • Fax: +91 22 26530090 • E-mail: dor@nabard.org

- (e) While filling up the application form, the applicants may be encouraged to give consent for coverage under the PMSBY and PMJJBY, as besides the facility of KCC, this would provide the much needed social security cover to the farmers.
- (f) It needs to be ensured that eligible beneficiaries of PM-Kisan and farmers engaged in dairy, poultry and fisheries are issued KCC within the shortest possible time and in any case within a maximum period of two weeks from the date of submission of the completed application forms, after due process and verification as per Bank's policy and regulatory guidelines.
- (g) Bank should nominate a nodal officer for coordination on matters relating to this campaign. The nodal officer will be responsible for reporting the progress of coverage at such intervals and in such format for reporting, as would be required by DAC&FW and DAHD. The current practice of online reporting of data by the banks on the ENSURE portal of NABARD and PMFBY portal of DAC&FW will continue.

6. Suitable instructions may, therefore, be issued to all District Cooperative Banks/ Controlling offices and branches of Regional Rural banks to ensure the success of this campaign.

7. The Progress of the campaign may be reported on the ENSURE portal so as to keep the GOI informed on regular basis.

Yours faithfully



(Jiji Mammen)
Chief General Manager

राष्ट्रीय कृषि और ग्रामीण विकास बैंक

National Bank for Agriculture and Rural Development

पुनर्वित्त विभाग

प्लॉट क्र सी-24, 'जी' ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400 051. टेली: +91 22 26539325 • फ़ैक्स: +91 22 26530090 • ई मेल: dor@nabard.org

Department of Refinance

Plot No. C-24, 'G' Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051 • Tel.: +91 22 26539325 • Fax: +91 22 26530090 • E-mail: dor@nabard.org

गाँव बढ़े >> तो देश बढ़े

www.nabard.org

Taking Rural India >> Forward

F.No.1-20/2018-Credit-I(Pt.)
Government of India
Ministry of Agriculture & Farmers Welfare
Department of Agriculture, Cooperation & Farmers Welfare
(Credit Division)

KrishiBhawan, New Delhi.

Dated: 21st May, 2020

To

The Chief Secretaries/Administrators of all States/UTs.

Subject:- Saturation of all PM KISAN beneficiaries with Kisan Credit Cards (KCC) – Special Drive

Sir/Madam,

As you are aware, Govt of India is committed to cover all eligible farmers under Kisan Credit Scheme (KCC) scheme. It is proposed to cover additional 2.5 crore farmers within this year. This is expected to provide an additional liquidity of Rs.2 lakh crore in the hands of these farmers.

2. In this connection, you may recall that this Department vide its circular of even number dated 6th February, 2020 (copy attached) had requested the States/UTs to initiate a special drive for covering for all PM-KISAN beneficiaries under KCC. The target was to cover about 2 to 3 crore PM KISAN beneficiaries who do not have KCC. Land ownership of such farmers has already been vetted by the concerned State/UTs before their enrolment under the scheme. Banks already have most of the information of the PM KISAN beneficiaries including verified Aadhar number in most cases. Farmers have to only submit a copy of the land record and details of crop sown along with a one-page simplified form.

3. This drive which was initiated in the second week of February, 2020 and continued till end of February, 2020, had created a positive impact and resulted in receipt of approx. total of 75 lakh KCC

Ashish Bhutani

applications from the farmers. The banks have already issued about 29 lakh KCCs and a loan amount of Rs. 28,000cr has been sanctioned to them. However, approx. 46 lakh KCC are still to be issued to the farmers. In addition about 2 crore present PM KISAN beneficiaries are yet to submit their application for issue of KCC. A high level review of pending KCC applications with banks was taken up recently. It transpired that the banks are facing difficulties in issuing KCC as the Revenue/land records in support of land title of the applicants have not been made available to the banks and in many cases actual land records are not matching the details furnished in the application forms.

4. In view of the above, all the States/UTs are requested to take following action urgently.

- a. facilitate the availability of certified copy of Revenue/land records in support of land title of the applicants as required by banks to expedite the issue of KCC to the eligible PM-KISAN beneficiaries from among the 46 lakh applications pending with banks.
- b. States already have bank branch-wise list of PM-KISAN beneficiaries. These beneficiaries need to be contacted by State Govt officials at the grass root level and supported in getting a certified copy of the land documents and filling up the simplified form for early submission in the concerned bank branch from where they are receiving the PM-KISAN benefit.
- c. Those PM KISAN beneficiaries who already have existing KCC to be advised to approach their bank branch for enhancement of limit if required.
- d. Those with inactive KCC cards to be advised to approach the bank branch for activation of KCC and sanction of fresh limit

Ashish Bhutani

- e. Those who have KCC for crop but also undertake livestock and fisheries activities, may be supported for applying for sanction of additional limit for these activities.
 - f. The State Rural Development Department may be asked to issue instructions to the Panchayat level functionaries to motivate the existing PM-KISAN beneficiaries to apply for KCC.
 - g. In order to streamline the application process for KCC, States may get the application form for KCC also filled up simultaneously for the new PM-KISAN beneficiaries. This would save time and energy for both the authorities and farmers.
 - h. All the State Governments may issue necessary instructions to all the District Collectors/Magistrate to monitor and facilitate coverage of all eligible PM-KISAN beneficiaries under KCC
 - i. Regular VCs with District Collectors may be held to review the Special KCC Drive.
 - ii. Form Whatsapp group of the concerned stakeholders to get regular updates on the status of issue of KCC.
 - j. The State Govt officials at the grass root level may be advised to work in close coordination with the banks who have the primary responsibility for issue of KCCs.
5. Separate instructions to banks in this regard are being issued by the DFS.
- i) Bank branches already have about 53 lakh pending KCC applications which need to be sanctioned to eligible application in mission mode.
 - ii) Banks are also being advised to share the list of PM-KISAN beneficiaries who do not have KCC from the same bank branch with the Village Sarpanch, as well as with the Bank Sakhi attached with the bank under NRLM, who may be

Abhishek Bhutani

tasked to motivate such farmers for coming to the bank branch for issue of KCC.

iii) SMS is also being sent to all the PM-KISAN beneficiaries through the PM-KISAN portal for contacting their concerned bank branch for getting benefit of KCC.

6. State/UTs are requested to initiate above mentioned steps to ensure maximum coverage of farmers and specially focus on motivating the left out farmers to apply for KCC so that all eligible farmers are brought under the fold of concessional institutional credit.

7. Receipt of this letter may please be acknowledged.

Yours faithfully,

Ashish Bhutani
(Dr. Ashish Kumar Bhutani) ^{21.05.2020}
Joint Secretary (Credit)

Encl.: as above

Copy for Information:-

1. Principal Secretary to the Prime Minister, PMO, South Block, New Delhi.
2. Principal Secretaries to the Chief Ministers of States.
3. Additional Secretary, Cabinet Secretariat, Rashtrapati Bhavan, New Delhi.
4. Sr. PPS to Cabinet Secretary.
5. Secretary, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi with a request to direct the banks to reactivate the special drive.
6. Joint Secy (FW) DAC&FW
7. Joint secy(D/o Animal Husbandry and Dairy)
8. Joint secy(D/o Fisheries)
9. Chairman, NABARD, Mumbai.
10. CGM, FIDD, Reserve Bank of India, Mumbai

F.No. M-01007/5/2020-Admin-1/KCC

Government of India

Ministry of Fisheries, Animal Husbandry & Dairying

Department of Animal Husbandry & Dairying

New Delhi.

Dated: 28th May, 2020

To

The Chief Secretaries/ Administrators of all States/UTs.

Subject:- Special Drive from 1st June- 31st July 2020 ,for providing all dairy farmers of Milk Cooperatives and Milk Producer Companies with Kisan Credit Cards (KCC) .

Sir/Madam,

As you are aware, under the Prime minister's package for Farmers, Hon'ble Finance Minister on 15 May 2020 has announced to cover 2.5 Crore new farmers under Kisan Credit Scheme (KCC) scheme, which will provide an additional liquidity of Rs.5 lakh crore in the hands of these farmers, suffering from the recent downturn of economy . Dairy is among the fastest growing sectors of the economy with a CAGR of above 6% in the last 5 years. Providing short term credit to dairy farmers for meeting their requirements for working capital, marketing etc. will boost their productivity tremendously. Under the dairy cooperative movement, approximately 1.7 crore farmers are associated with 230 Milk Unions in the country and it is proposed to provide KCC to 1.5 crore dairy farmers belonging to Milk Unions and Milk producing Companies within the next two months (1st June- 31st July 2020) under a special drive.

2. In this connection, you may recall that RBI vide its circular no. RBI/2018-19/112 dated 4th February, 2020, had allowed coverage of all animal husbandry farmers including dairy, poultry and small ruminants' farmers under KCC. Consequently RBI issued another circular RBI/2019-20/48 dated 26 August 2019, through which interest subvention of 2% and prompt payment additional interest subvention of 3% was extended to these farmers. However till date only 37.62 lakh AHD farmers have been provided with KCC loans. Dairy is the biggest sector under AHD and covers approximately 8.12 Crore farmers, with more than 75% of the output.

3. In the present campaign, in the first phase the target is to cover all farmers who are members of dairy cooperative societies and are associated with different Milk

Unions and who do not have KCC. If these farmers already have KCC based on their land ownership, they can get their KCC credit limit enhanced, however interest subvention shall be available only to the extent of Rs 3 lakhs . Although the general limit for KCC credit without collateral remains Rs. 1.6 lakh, but the case of farmers whose milk is procured by Milk Unions falls under tie up arrangements between the producers and processing units without any intermediaries and hence the credit limits without Collateral can be upto Rs. 3 lakh. Hence the focus on dairy farmers belonging to Milk Unions would make more credit available to farmers, while assuring banks of repayment of loans.

4. State/UTs are requested to initiate the following mentioned steps to ensure maximum coverage of farmers in the drive which will start from 1st June , 2020 and continued till 31st July, 2020.

(i) Milk Unions will need to get the KCC forms printed, and get them filled by the farmers by utilising the services of Dairy Cooperative society (DCS) Secretaries or Bank Mitras under SRLM. They will certify that the farmer whose details are given below has specific numbers of cattle and has been supplying milk to the Milk Union and that their milk payment is being done through DBT in the account no. mentioned in the form. The filling of KCC forms for all farmer members should be completed within 15 days by the Milk Unions and submitted to the Bank branches to give the banks time to complete issue of KCC in time. The regular KCC forms for this campaign has been slightly modified to accommodate the details to be provided by the Milk Union, where the farmer is a member and sells his milk.

(ii) In case the farmer is agreeable, the Milk Union can enter into a general Tri partite agreement with the Bank and farmer , and assure payment of KCC dues to the bank , in case of a default. In such a case , the bank may make use of the RBI guidelines to extend credit limit without collateral up to Rs. 3 lakh , as the farmer already has a tie up arrangements with the processing cum marketing Unit (Milk Union) without any intermediaries. The Milk Union can also enter into a no cost service agreement with the bank to pay the bank dues timely so that the farmer can avail of the additional 3% interest subvention payable in case of prompt repayment as well as the enhanced collateral free credit limit.

(iii) A special meeting of DLCC of every district should be called and the Milk Union MD should be requested to attend as a special invitee in the meeting. The Milk Union should provide a list of farmers associated with the Milk Union Bankwise, branchwise to the DLCC in the first meeting itself. Thereafter it should weekly provide a list of applications submitted to different branches electronically to the LDM with a copy to DLCC and the Banks. NABARD has informed that the Scale of Finance for Allied activities has already been approved for all Districts by DLTC. This should be circulated by the DLCC to all the Bank branches.

(iv) DLCC should review the progress of the Campaign every week by constituting a Special Committee for the purpose and also review of the progress of different BLBCs. BLBCs should be activated to get better results. Many a time sanction of KCC cards to farmers is delayed in case of verification of Land records. As DLCC is headed by the Collector, who also heads land revenue administration, the Special Committee of DLCC should also review the progress of providing certified copy of land records to expedite issue of KCC.

(v) The Scheme will be reviewed on a weekly basis by a Committee chaired by Secretary DAHD, with representatives from DFS and implementing banks. Final report of issue of KCC should be provided by SLBCs and the banks to DFS and DAHD latest by 7th of August, so that the progress of the campaign may be shared with the Nation by 15th August 2020.

(vi) Further instructions to Banks shall be issued separately by Department of Financial Services, Ministry of Finance.

m/singh
29/5/2020
Mihir Kumar Singh

Joint Secretary

Department of Animal Husbandry & Dairying.

Enclosed : as above.

Copy for Information:-

1. Principal Secretary to the Prime Minister, PMO, South Block, New Delhi.
2. Cabinet Secretary, Government of India
3. Secretary, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi with a request to direct the banks for the special drive.
4. Principal Secretaries , Finance Department of all States .
5. Principal Secretaries, Animal Husbandry Department of all States.
6. Additional Secretary, Cabinet Secretariat, Rashtrapati Bhavan, New Delhi.
7. All Joint Secretaries , (D/o Animal Husbandry and Dairying), Govt. of India
8. Chairman, NABARD, Mumbai
9. CGM, FIDD, Reserve Bank of India, Mumbai

Name of the Bank.....
Branch.....

To:

The Branch Manager

.....

LOAN APPLICATION FORM FOR AGRICULTURAL CREDIT
(Production Credit/Crop Loans/KCC/Agri-Term Loan)

A. For office Use:

Application Sl. No.		Category	SF	MF	Others
---------------------	--	----------	----	----	--------

B. Purpose and Type of Loan facility (Crop Loans/Agri-Term Loan) – Applicable Interview – cum- appraisal form to be enclosed to this application, depending upon the purpose of loan.

C. Particulars of the applicant(s)

Full Name(s) of the Applicants(s)	Date of Birth	Age	Gender	Aadhar No. (optional)	Voter's ID/DL/PAN No.
Shri/Smt S/D/W of					
Shri/Smt S/D/W of					
Shri/Smt S/D/W of					

D. Details of family members:

Sl. No.	Name of the family members	Age	Gender	Relationship	Occupation	Annual income (Rs.)
1.						
2.						
3.						
4.						

Name of the Karta (in case of Joint Hindu Family)

E. Address with Contact Nos.

Present Address		Present Address	
House No: ; Street No.:		House No: ; Street No.:	
Village:		Village:	
Post Office:		Post Office:	
Taluk/Mandal:		Taluk/Mandal:	
District:		District:	
Pin:		Pin:	
Telephone/Mobile.			

F. Social Category:

Social Category	<input checked="" type="checkbox"/>	SC	ST	OBC	Physically Handicapped			Minorities
If Minority Community	<input checked="" type="checkbox"/>	Buddhists	Muslims	Christians	Sikhs	Jains	Zoroastrains	

G. Existing Banking/Credit Facilities:

Types of Facilities	Presently Banking with	Account No.	Balance outstanding (Rs.)
Savings Account			
Fixed Deposit			
PMJDY OD Account			
CC/Term Loan			
Whether covered Under	<input checked="" type="checkbox"/>	PMJJBY/PMSBY/APY	
If banking with this bank, customer ID to be given here:			

H. Particulars of total land holdings of the applicant (If Lease hold/share cropper, specify):

Name of the Village	Survey/ Khasara No.	Title			Area in acres	Of which irrigated	Encumbrance if any
		Owned	Leased	Share Cropper			

I. Of total landed properties mentioned at (H) above, land / crop details pertaining to the loan applied:

Name of the Village	Survey/ Khasara No.	Area in acres	Source of Irrigation	Name of Crops to be Grown		
				Kharif Crops	Rabi Crops	Other Crops

J. Sources of Income

Agricultural Income	
Other Income (Specify)	
Total Income	

K. Particulars of Immovable Assets Owned:

Immovable Assets	Particulars/Description	Present Market Value (Rs.)
Agricultural Land		
Non Agricultural Land		
House/Building		
Tractor Shed/Farm Shed		
Fishing Ponds/Tank		
Total Value:		

L. Particulars of Movable Assets Owned:

Movable Assets	Particulars/Description	Present Market Value (Rs.)
Plough cattle/Milch cattle		
Poultry birds		
Tractors		
Power tiller		
Elec. Motor/Pumpsets		
Other implements		
Total Value:		

M. Particulars of existing liabilities as borrower, if any:

Name of the Institution	Purpose of loan	Balance outstanding (Rs.)	Of which overdue	Security offered
Our Bank				
Other Banks				
Agricultural Credit Societies				
Land Development bank				
Other Creditors (Gov. dues)				
Total Outstanding:				

N. Net Worth of Applicant(s): [(K+L)-M] Rs.

O. Particulars of Liabilities as Guarantor:

Loan sanctioned to Shri/Smt.	Name of the Bank/Institution	Amount of Loan (Rs.)	Balance Outstanding (Rs.)	Status of Account (Regular/Overdue)

CHECK LIST: (The check list is only indicative and not exhaustive and depending upon the requirements of the bank addition/deletion could be made as per necessity)

1. Proff of identity: Self attested copy of Voter's ID Card / Driving Licence / PAN Card / Aadhar Card / Passport / Photo IDs issued by Govt. authority etc.
2. Proof of Residence: Recent telephone bill / electricity bill / property tax receipt (not older than 2 months) / Voter's ID Card / Aadhar Card / Passport / Certificate issued by Govt. Authority / Local Panchayat / Municipalities etc.
3. Applicant's recent Photograph (2 copies) not older than 6 months.
4. Particulars of Land Records.

ACKNOWLEDGEMENT

Received the loan application from Shri.....
Residence of on
..... for the purpose of

All the required information / documents have been furnished on / yet
to be furnished by the applicant.

Date..... **Officer / Manager**
.....Cut Here

Customer Copy:

Received the loan application from Shri/Smt.....
Residence of on
.....for the purpose of

All the required information / documents are furnished on yet to be furnished by the
applicant.

Date **Officer/Manager**

Please Note that:

1. This is only an acknowledgement for having received the application and this should not be construed as an indication of our acceptance of the proposal, a decision on which will be taken only after due consideration of the proposal on its merit and / or on fulfillment of conditions if any, that may be stipulated by the Bank.
2. The application will be taken up for consideration only after all the particulars / data / documents as may be required are received by the Bank.
3. The application will be disposed of within days from the date of receipt of all the details / papers / documents / clarifications sought by the Bank.
4. In case the proposal is rejected/not considered the reasons for the same will be intimated to the applicant.