

## Vishesh Microfinance Yojana (VMY)



### 1. Introduction

NHFDC believes in effective and beneficial approaches to promote collective action of the Divyangjan in clusters, which significantly contribute to economic empowerment and their general wellbeing. The Efforts are being made in collaboration with Micro Finance Institutions (MFIs) as well as state level organizations like Livelihood Missions, Swachhh Bharat Mission and other development partners to mobilise financial assistance for improving product quality; marketing and developing value chains.

### 2. Objective

To provide prompt and need based finance for the target group and activities at reasonable rate of interest through NBFC- MFI, Section-8-MFI, and NGO-MFI, SHG Federations, state Government Missions and other state level organizations to pursue small/micro business and developmental activities.

### 3. Eligibility Criteria

Eligibility norms as followed by SIDBI or NABARD from time to time, for such categories of microfinance lending organizations, would be followed.

The eligibility norms shall be deliberated and recommended by the Loan Screening Committee of the NHFDC based on the prevailing eligibility norms of the SIDBI or NABARD.

### 4. Unit Cost

The unit cost of the Project shall not exceed Rs.60,000/-.

### 5. Quantum of Assistance

NHFDC's share shall be up to 90% of the project cost. The balance 10% shall be contributed by the Implementing Agencies or other organizations acting as implementing partner of NHFDC, and/or beneficiaries.

**6. Interest Rate**

The rate of interest for lending by NHFDC would be 4.50% p.a. with margin upto 8.00% for the partner agency. In other words, the pattern of charging interest under the scheme shall be as follows:

<b>NHFDC to Implementing Agencies</b>	<b>Interest Spread to Implementing Agencies</b>	<b>Implementing Agencies to Beneficiaries</b>
4.50% p.a.	Upto 8%	Upto 12.50% p.a.

**7. Repayment Period**

The loan amount shall be repaid in quarterly installments within a maximum period of three years from the date of each disbursement including the moratorium period of three months. In addition, 120-days period is allowed for funds utilization. There shall not be any moratorium period for payment of interest.

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