

**SYNDICATE BANK**  
**HEAD OFFICE: MANIPAL – 576 104**  
**(KARNATAKA)**  
**PRIORITY SECTOR CREDIT DEPARTMENT**

**Financing Homestead Farming**

Income level of small farms can be increased considerably by adopting multiple cropping system. Such type of farming is called "Homestead Farming" which is commonly practiced in Kerala and in certain parts of Karnataka, Tamil Nadu, coastal Andhra Pradesh, Orissa and West Bengal. The scheme envisages

- i) To provide need based credit to farmers to meet working capital requirements of such farms.
- ii) To increase and sustain productivity and income of such farms.
- iii) To encourage maximum utilization of available family labour and to create an integrated business enterprise at micro level.
- iv) Flexible credit from Rs.30000/- and up to Rs.60000/- per acre can be provided in the form of Kisan Credit Card.
- v) Rate of interest on the facility will be 7% p.a. for loan amount up to Rs. 3.00 Lakh as applicable to agricultural crop production loans with interest subvention from GOI. Additional incentive subvention of 2% p.a. is provided to those farmers who repay their loans in time.