

**GOVERNMENT OF INDIA  
AGRICULTURE  
LOK SABHA**

UNSTARRED QUESTION NO:4383  
ANSWERED ON:18.12.2000  
DEVELOPMENT OF COOPERATIVES  
BALBIR SINGH

**Will the Minister of AGRICULTURE be pleased to state:**

- (a) whether NCDC charges a very high rate of interest on its borrowings to the States for development of Cooperatives;
- (b) if so, the present rate of interest charged by NCDC;
- (c) whether NCDC propose to reduce its present rate of interest to make Cooperatives viable and sustainable; and
- (d) if so, the details thereof?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI SHRIPAD Y. NAIK)

(a) to (d): The NCDC has reduced its rates of interest with effect from 16.8.2000 to make it competitive. The present rates of interest (effective) charged by NCDC on annual basis are given in Annexure.

**ANNEXURE**

The present rate of interest (effective) charged by NCDC on Annual basis.

S.No.	Scheme Description	Rate of interest per annum
1.	Special rate for working capital loan	13.50%
2.	All programmes in Under Developed/Least Developed States	13.75%
3.	Weaker Section Programmes	13.75%
4.	Assistance for Computerisation	13.75%
5.	Working capital loan upto one year in cooperatively developed States	14.00%
6.	Cold Storage under capital investment subsidy scheme in cooperatively developed states	14.00%
7.	Other programmes	14.50%