

BUSINESS ASSOCIATES

PRODUCE MARKETING LOAN (PML)



Warehouse-Necessity

- Promotes agriculture marketing
- Uninterrupted supply of agricultural commodities during the off season.
- Overcomes challenges of glut/ scarcity.
- To ensure food supply during pandemic situations.
- Prevents wastage of agri. Commodities.
- Avoid distress sale
- Provides liquidity support.



PRODUCE MARKETING LOAN (PML)

- **Short-term loan/Demand loan
(Maximum period 12 months)**
- **Farm produce can be stored at :**

Stored in an accredited warehouse

Stored in a non-accredited warehouse

Farmers/group of farmers,

Eligibility

- **who have availed crop loan from our Bank**
- **from other Banks**
- **from any Bank**



Eligible category of Godowns/Warehouses:

1. WDRA registered warehouses
2. Godowns managed by approved Collateral Managers
3. CWC/SWC warehouses not registered with WDRA.



MARGIN

CATEGORY	MARGIN	BASIS OF VALUATION OF COMMODITY/Assessment
A. e-NWRs issued by WDRA registered warehouses	25%	Least of the following three: i) Value mentioned in the WHRs/e-NWR ii) Current Market Price of the commodity(agmarknet.nic.in) iii) Minimum Support Price (Wherever declared)
B. WHRs issued by Approved Collateral Managers	25%	
C. WHRs issued by State Warehouse Corporation (SWC)/ Central Warehouse Corporation (CWC) managed Godown non-registered with WDRA.	40%	

Margin

Processing Fee

Category of warehouse receipt	Processing Fees
a) e-NWRs issued by WDRAQ registered warehouse	<h2>Waived</h2>
b) WHRs issue by Approved Collateral Managers	
c) WHRs issued by State Warehouse Corporation(SWC)/ Central Warehouse Corporation (CWC) managed Godown non-registered with WDRA	
As applicable to Agri DL/TL advances as per CPPD Circular issued from time to time issued by the Band.	



Category of Warehouse receipt

Collateral Security

a) e-NWRs issued by WDRA registered warehouses

Waived

b) WHRs issued by Approved Collateral Managers.

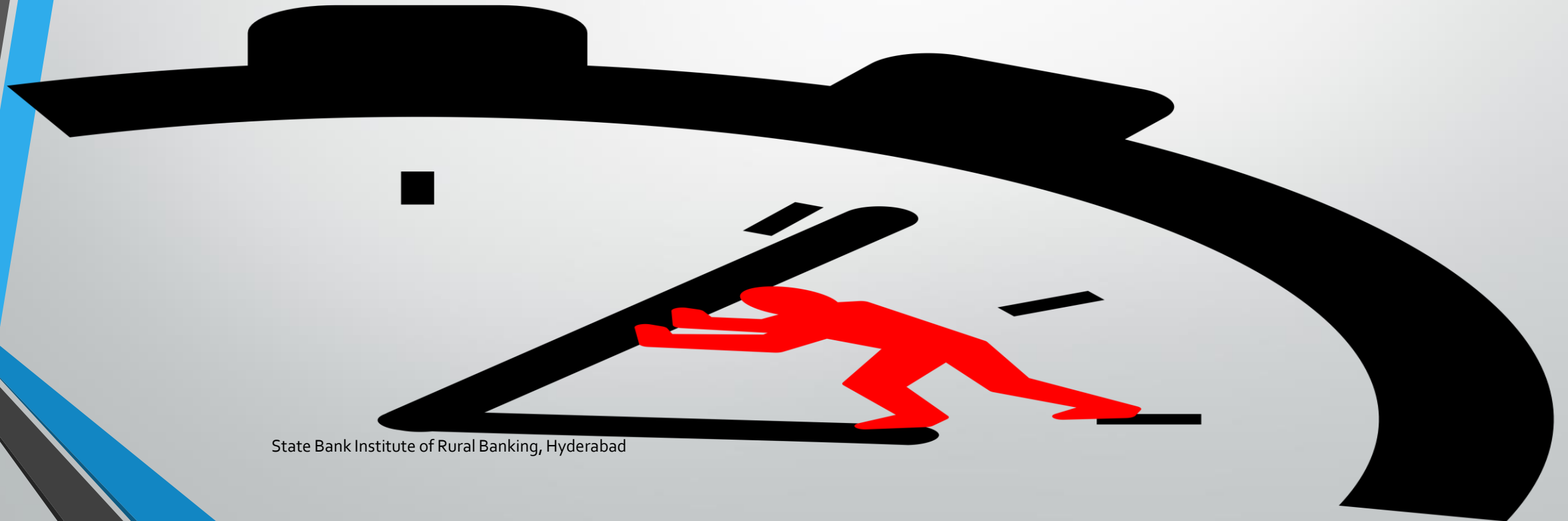
c) WHRs issued by state warehouse corporation(SWC) central warehouse corporation (CWC) managed Godowns non-registered with WDRA

a) Waived up to Rs 10.00 lakhs.
 a) For loans exceeding Rs 10.00 lakhs **Mortgage of Agri land will obtained.**



PML- Turn Around Time(TAT)

7 days from the date of submission of all the required documents/papers by the borrower.



WDRA & NERL

- Warehouseman is liable for the quality and quantity of e-NWRs issued.
- Periodical Inspections by WDRA
- In case of any impropriety Act provides for both criminal and monetary penalties
- Availability of comprehensive Insurance on stock
- Availability of Dynamic security deposit
- Only e-NWRs are having negotiability, all other warehouse receipts are non-negotiable
- Availability of e-auction facility
- Digital lien marking over e-NWRs



e-NWR NERL (National E-Repository Ltd)

NERL

- *An institution and a market intermediary, that provides a regulated platform for issuing negotiable warehouse receipts for commodities in electronic form.*

Objectives of W(D&R) Act, 2007

Development and Regulation of Warehouses

Establish a negotiable warehouse receipt system for all commodities including agriculture commodities in the country

Making Negotiable Warehouse Receipt (NWR) as prime tool of trade

