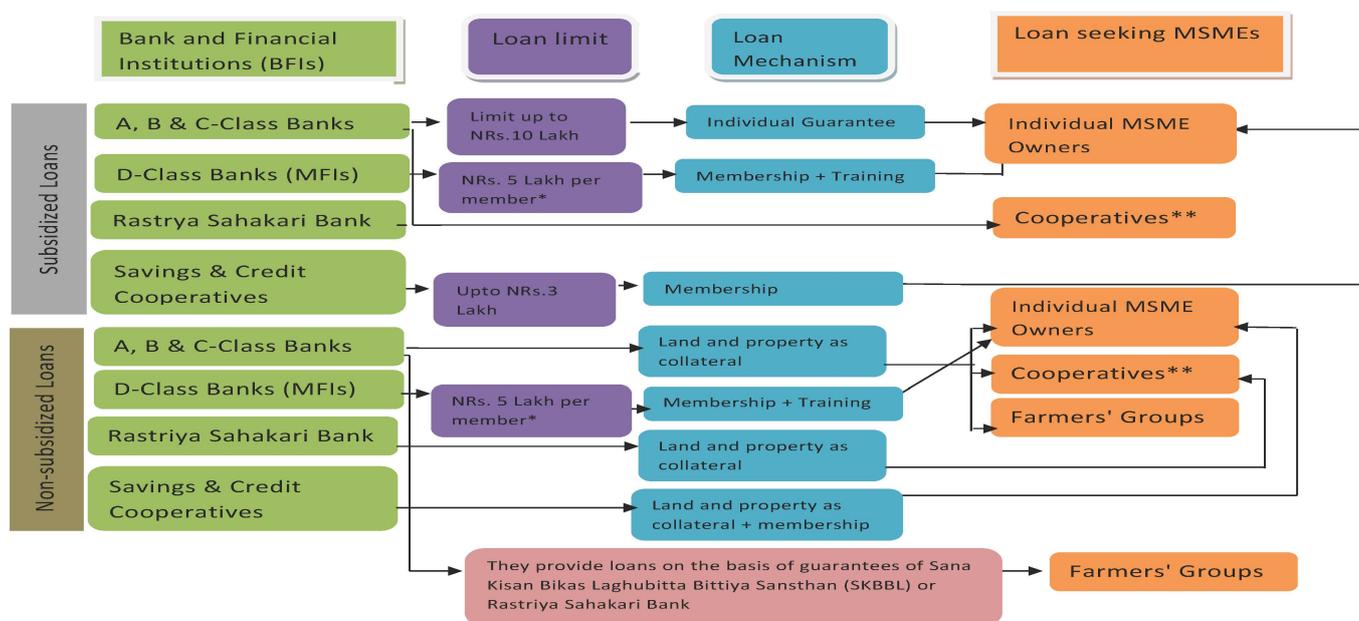


Agribusiness Loan Mechanism



Loan Mechanism of Commercial Banks & Financial Institutions for Agri-business MSMEs in Nepal



* Limits can be increased up to NRs. 7 Lakh, with land as collateral.

** Cooperatives here means other than Savings and Credit Cooperatives such as Agro & Multipurpose Cooperatives.

Note:

1. The above loan mechanism chart is **NOT** applicable to companies and partnership/proprietorship firms such as galla/traders/agro-processors, which are usually registered under the Company Act.
2. Local government bodies provide additional grants and subsidies to local agri-cooperatives.

Prepared by SAFAL Partners to assess the mechanism for access to finance for agri-MSMEs
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