



Agriculture Loans

The loans are for household / semi-commercial / subsistence farmers growing tomato, groundnuts, maize, soya beans and watermelon. It is offered both as groups and / or as individual loans.

Description	End Of Term
Clientele	Household/semi-commercial/subsistence farmers growing tomato, groundnuts, maize, soya beans and watermelon
Loan Purpose	Working capital or investment (asset) purchase
Loan Amounts	Group loans from ZMW 2,000 to ZMW 8,000
	Individual loans from ZMW 8,001 to ZMW 15,000
Loan Duration	3 – 12 months
Group Size	Village bank with 10 – 15 groups
Loan Guarantee	Group Guarantee: livestock (cattle, goats, sheep, donkey); farm machinery (tractor etc); farm equipment (both attachable and non-attachable); motor vehicles; motor bikes; household property; future harvest
Interest rate (Declining balance method)	5%
Loan arrangement fee + Credit Life Insurance	14%
Loan arrangement fee + Credit Life Insurance + Weather Index Insurance	15%
Grace Period	Up to 6 months on principal. No grace period on interest payment
Principal Repayments	Up to 3 bullet principal payments