

Immediate  
By mail / Fax

F.No. 3/34/2016-AC  
Government of India  
Ministry of Finance  
Department of Financial services

3<sup>rd</sup> Floor, Jeevan Deep Building Parliament Street,  
New Delhi-110001

Dated: 22<sup>nd</sup> April 2020

To

1. The Chairman/Managing Director & CEOs of all PSBs
2. The Chairman, NABARD

**Subject: Interest Subvention and Prompt Repayment Incentive (PRI) for Short Term Crop Loans during the years 2018-19 and 2019-20 – Extended period on account of Covid-19**


Sir,

Please refer to this Department's letter of even number dated 31<sup>st</sup> March 2020 addressed to RBI and NABARD with copy endorsed to you requesting for issue of suitable instructions to the Scheduled Commercial Banks and Regional Rural Banks & Cooperative Banks, on the above cited subject.

2. In this regard, RBI vide their letter 21<sup>st</sup> April 2020 have since advised the banks to extend the benefit of Interest Subvention of 2% and PRI of 3% for short term crop loans upto Rs. 3 lakh to farmers whose accounts have become due or shall become due between 1<sup>st</sup> March 2020 and 31<sup>st</sup> May 2020. A copy of the said letter of RBI is enclosed for ready reference.

3. It is, therefore, requested that all the banks branches may be suitably advised to take appropriate action in compliance with the instructions issued by RBI in the matter.

Yours faithfully,

  
(P.K. Singh)

Under Secretary to the Govt of India  
Phone No. 011-23748762  
e-mail: acsec-bkg@nic.in

Encls : As above

Copy to:

1. Dr. Ashish Kumar Bhutani, Joint Secretary, Department of Agriculture, Cooperation and Farmers' Welfare, Krishi Bhawan, New Delhi.