

## LOANS FOR VETERANS

## G.I. LOANS FOR BUSINESS, HOME, OR FARM

The Administrator of Veterans' Affairs may guarantee not to exceed 50 per cent of a loan to be used for the purchase or construction of a home, the purchase of a farm or farm equipment, or the purchase of business property. In no case will the amount guaranteed exceed \$2000, nor will the rate of interest exceed 4 per cent a year. The Administrator will pay the interest on the guaranteed amount of the loan for the first year. The loan must be repaid in full in not more than 20 years. In case of principal loan is made, insured, or guaranteed by a Federal agency, the Administrator may guarantee 100 per cent of a second loan to cover the remainder of the purchase price or cost, provided that such second loan does not exceed 20 per cent of the total cost, and that the amount guaranteed by the Administrator does not exceed \$2000.

**ELIGIBILITY.**--A veteran may apply for a loan guarantee if---

1. He was in active military service on or after September 16, 1940, and prior to the termination of the present war.
2. He was discharged under conditions other than dishonorable after active service of 90 days, because of service-incurred injury or disability.

**THE LIMITS.**--Application for loan guarantees may be made within 2 years after separation from the service, or 2 years after the end of the present war, whichever is later, but in no event more than 5 years after the Termination of the war.

**REQUIREMENTS.**--The loan must be used for the purpose specified in the application; terms of payment must bear a proper relationship to the veteran's income and expenses; the purchase price must not exceed a reasonable normal value; the property must be useful and reasonably necessary; and, for farms or business loans, the ability and experience of the veteran must be such that there is a reasonable likelihood that he will be successful.

**APPLICATION.**--A loan must be obtained from a bank, savings and loan association, private individual, or other lending agency. After a loan has been negotiated, application for guarantee of the loan may be made to the Veterans Administration. The Veterans Administration does not make loans.

## FARM SECURITY ADMINISTRATION LOANS

**TENANT (OWNERSHIP) PURCHASE LOANS.**--The Farm Security Administration may make loans for the purchase of farms. The total loan cannot exceed 12,000, and the interest rate cannot exceed 3 per cent a year. The loan must be repaid in full in not more than 40 years.

**OPERATING LOANS.**--Loans for the purchase of seed, machinery, tools, or livestock may be made by the Farm Security Administration at a rate of interest not to exceed 5 per cent and for a period of not more than 5 years. This loan may be obtained in addition to the Tenant Purchase Loan.

## SMALLER WAR PLANTS CORPORATION LOANS

The Smaller War Plants Corporation serves as a lending agency as well as a purchasing agent. Loans may be made for the purchase of farm equipment at a rate of interest not to exceed 4 per cent a year. A maximum time of 5 years for repayment is allowed for durable goods, and 3 years or less for consumer goods, each depending upon the type of property or equipment purchased. The Colorado and Wyoming Office of the Smaller War Plants Corporation is located at 630 Continental Oil Building, 18th and Glenarm Streets, Denver 2, Colorado.