

Credit Cost & Financing Modeller

Agri-Inputs & Farm Supply

Document type: Financial model / analysis · Generated 15 Oct 2026

This guide explains what the tool produces, how to use the output, and what to watch for. The actual output (draft/report) is generated on the tool page.

Background

Models the true cost of running farmer credit — interest on the cash-credit/loan funding it, bad-debt loss, and the effective margin erosion — and whether cash-vs-credit pricing covers it. Use it to price and size credit rationally. For the credit policy use the Credit Policy Designer.

Purpose of this tool & output

Cost your farmer credit and CC finance

How the output is used

Use it to cost your farmer credit and CC finance — the interest on locked capital and the bad-debt drag, so you price and limit credit knowingly.

Who should vet it

Your CA or banker, to confirm the interest rate, credit days and bad-debt rate that drive the credit cost.

Important cautions

Credit at the same price as cash silently surrenders much of a thin margin to interest and bad debt. Price cash-vs-credit to reflect the real carrying cost, tighten the period, and cut bad debt. Figures are indicative; use your actual rates and default experience.

Companion documents

- Agri-Input Shop P&L Modeller
- Dealership Working Capital Planner
- Dealership Break-Even Calculator
- Category & Product Margin Analyzer
- Dealership Cash-Flow & Seasonality Planner
- Dealership Valuation Guide

This is AI-assisted guidance. Verify with a qualified professional before any binding decision. Fees, authorities and processes vary by state and change over time — confirm with your state authority.